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# **Hawaii Business Income Tax Statistics**

**Tax Year 2015**

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**DEPARTMENT OF TAXATION  
STATE OF HAWAII**

## STATE OF HAWAII

David Y. Ige, Governor

## DEPARTMENT OF TAXATION

Maria E. Zielinski, Director

Damien A. Elefante, Deputy Director

## Tax Research & Planning

Seth Colby, Tax Research & Planning Officer

Dongliang Wu, Research Statistician

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**DEPARTMENT OF TAXATION**

**STATE OF HAWAII**

**December 2017**

**Prepared by Tax Research and Planning Office**

**WEB SITE: [tax.hawaii.gov](http://tax.hawaii.gov)**



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## **INTRODUCTION**

This report covers the activities of C corporations, financial corporations and sole proprietorships whose accounting period ended in 2015. It also includes real estate rental activities reported on 2015 federal Schedule E by resident individuals. S corporations and partnerships are not included in this report because key data items were not captured from schedule K and schedule P of forms N-35 and N-20, which are critical to get incomes attributable to Hawaii for unitary business taxpayers. Business entities with no income and no expenses other than those costs to maintain licenses and to file tax returns are excluded from this report.

This report is organized into four sections. Section 1 presents an overview of all business activities (S corporations and partnerships were excluded due to reason mentioned above) encompassed in this report. Section 2 summarizes C corporations filing Form N-30. Section 3 discusses financial corporations filing Form F-1. Section 4 includes sole proprietorships filing federal Schedules C and/or F, single-member limited liability companies (LLCs) filing federal Schedules C, E, and/or F, and resident individuals filing federal Schedule E.

## **SECTION 1**

### **OVERVIEW OF BUSINESS RETURNS**

#### **SUMMARY**

A total of 155,593 income tax returns were filed by C corporations, financial corporations and sole proprietorships whose accounting periods ended in 2015. Their aggregate Hawaii business receipts totaled \$79.6 billion. A total of 105,379 businesses, or 56.0% of all businesses, reported net profits of \$4.6 billion. The remaining businesses recorded net losses of \$1.9 billion (Table 1-1).

The most common business entities were sole proprietors (Schedules C, F and E), representing 91.6% of all three types of business filings for the period. However, sole proprietors accounted for only 7.3% of the total business receipts. The largest portion of cumulative receipts was attributable to C corporations, contributing 89.6% of the total. With higher capitalization, C corporations generated larger average business receipts although they made up only 8.3% of all business entities. Business with \$1 million or more in business receipts accounted for 90.9% of the total business receipts even though they made up only 2.3% of all business entities (Table 1-1).

#### **BUSINESS RETURNS**

The most common forms of business are the sole proprietorship, partnership, C corporation, and S corporation. A sole proprietorship is an unincorporated business that is owned by one individual. It is the simplest form of business organization. Proprietorship's liabilities are the proprietor's personal liabilities. Proprietors report their business activities on Schedule C and/or Schedule F (for farming activities) and attach the schedules to their federal individual income tax returns.

A limited liability company (LLC) is a relatively new business structure allowed by state statute. Owners of an LLC are called members. Members of LLCs have limited personal liability for the debts and actions of the LLCs. A single-member LLC is automatically treated as if it were a sole proprietorship, unless an election is made to be treated as a corporation. Single-member LLCs report their incomes and expenses on Schedules C, E, and/or F and attach the schedules to their federal individual income tax returns.

If a sole proprietor owns more than one business, he or she has to complete a separate schedule for each business. In the case of multiple schedules filed, each schedule is considered a separate entity in this report.

A partnership is an entity in which two or more partners join to form a business venture. Each partner expects to share in the profits and losses of the business. Partnerships file Form N-20 to report their activities, but they do not directly pay income tax. Instead, they "pass through" any profits, losses, and credits to their partners. Partners include their share of income, loss, and credit on their individual tax returns. Unfortunately, the partnership statistics could not be extracted and was excluded in this report due to reasons mentioned in the introduction.

In forming a corporation, prospective shareholders exchange money and/or property for the corporation's capital stock. C corporations with gross income from property owned, trade or business conducted, or any other source in Hawaii file Form N-30 and are subject to the corporate income tax. In addition, every corporation that is incorporated under the laws of Hawaii must file Form N-30 if it has gross income from any source outside of Hawaii. Financial corporations are exempt from the income tax but are subject to the franchise tax. They report their activities on Form F-1.

An eligible domestic corporation that elects to become an S corporation can avoid the corporate income tax. However, the S corporation is liable for the tax on certain capital gains and passive income. To be treated as an S corporation, the corporation has to meet the following requirements: 1) the corporation has no more than 100 shareholders; 2) the corporation has only one class of stock; 3) all of the shareholders are U.S. residents, either citizens or resident aliens; 4) all of the shareholders are individuals (i.e., no corporations or other entities own the stock except for certain trusts, or estates); and 5) the corporation operates on a calendar year financial basis. S corporations file Form N-35. The S corporation's shareholders include their share of income, loss, deduction, and credit on their individual tax returns. Unfortunately, the S corporation statistics could not be extracted and was excluded in this report due to reasons mentioned in the introduction.

Individuals who received rental income from real estate and were not in the real estate business file and attach Schedule E to their federal individual income tax returns. In this report, rental activity reported on Schedule E is treated as a business entity and included in the proprietorship count.

## **DATA SOURCE AND METHODOLOGY**

The primary data sources for C corporations, S corporations and partnerships were the Hawaii Department of Taxation's computerized Integrated Tax Information Management System (ITIMS). The Internal Revenue Service's Business Return Transaction File (BRTF) was the secondary source, and it provided additional data items not captured by

the state systems. Certain data items that are not available from electronic sources were collected manually from paper returns.

Since federal Schedules C, F and E are not required on Hawaii tax returns, the Internal Revenue Service's Individual Return Transaction File (IRTF) was the primary data source for sole proprietorships. Supplemental data items not captured by IRTF were extracted from ITIMS.

For financial corporations, all data items were recorded manually from Form F-1 because this data is not available in electronic format.

Wage information was obtained from a combination of various sources: Tax System Modernization (TSM) program (Form HW-3, Employer's Annual Return & Reconciliation of Hawaii Income Tax Withheld from Wages; Form HW-14, Periodic Withholding Tax Returns ), BRTF, and IRTF. The count of W-2 forms was retrieved from form HW-3. Due to missing or wrong federal employer identification number (FEIN) on schedule C and F, the count of W-2 forms could not be obtained for proprietorships.

In this report, "business receipts" refers to primary payments received for goods and services provided by the trade or business. It does not include passive income such as interest, rent and capital gains, except where passive income is the major business activity of an entity. Business receipts and all other income less business expenses, including the cost of goods sold and returns and allowances result in either net profits or net losses. For proprietors, any profit or loss from their business activities is included as ordinary income on their individual tax returns.

A business entity that filed allocation and apportionment of income is classified as an "apportioned" entity in this report. Its out-of-state sales and compensation paid are excluded from gross business receipts and wages. Apportioned Hawaii sales and compensation paid are reported as business receipts and wages paid respectively. Business entities not apportioning income are classified as "non-apportioned" entities.

## **INDUSTRIAL CLASSIFICATION**

Each return was assigned an industry code that described its principal business activity. The industry code was provided on the business income tax return by the taxpayer. Where the industry code was not valid or left blank, the code assigned was based on the taxpayer's description of its business activity as reported on the tax return. An entity with multiple business activities was assigned an industry code that most closely reflected its principal activity. For proprietors filing multiple Schedules C and F, each schedule was assigned a separate code because each proprietorship activity was treated as a single entity. The 2012 edition of the North American Industry Classification System (NAICS) was used as a guideline in the assignment of codes.

It should be noted that assigning only one industry code to an entity can impose some limitations on data interpretation. An entity that is classified in a specific industrial category may operate several other business activities more properly included in other categories. For example, an entity that manufactures petroleum products may have wholesale (sales to retail stores) and retail (sales to final consumers) activities. Also, the activities reported for a given industrial category may not be inclusive of all comparable business operations. For instance, the category "liquor stores" would not include the liquor sales by department stores and grocery stores. In general, the activity that generated the largest portion of business receipts for an entity determined its assignment to an industrial category.

## **STATISTICAL OVERVIEW**

### **TAXATION DISTRICTS**

The State of Hawaii is geographically divided into four taxation districts: the First Taxation District includes the island of Oahu; the Second Taxation District, the islands of Maui, Molokai and Lanai; the Third Taxation District, the island of Hawaii; and the Fourth Taxation District, the islands of Kauai and Niihau. Each business entity normally files its tax return in the district where it is located. Entities conducting business in more than one district may consolidate their data and file only in one district, generally the First, the most populous district in the state.

Table 1-3 shows the distribution of businesses by district. As expected, business filings were concentrated in the First District and paralleled the population distribution in each district. Business returns were distributed as follows: 65.1% in the First District, 13.8% in the Second District, 15.2% in the Third District, and 5.9% in the Fourth District. A similar distribution pattern was seen in most industry groups. All industries were concentrated in the First District, except the agriculture and fishing industry. More than half of the agriculture and fishing entities were in the Third District, which has more than 60% of the state's agricultural area.

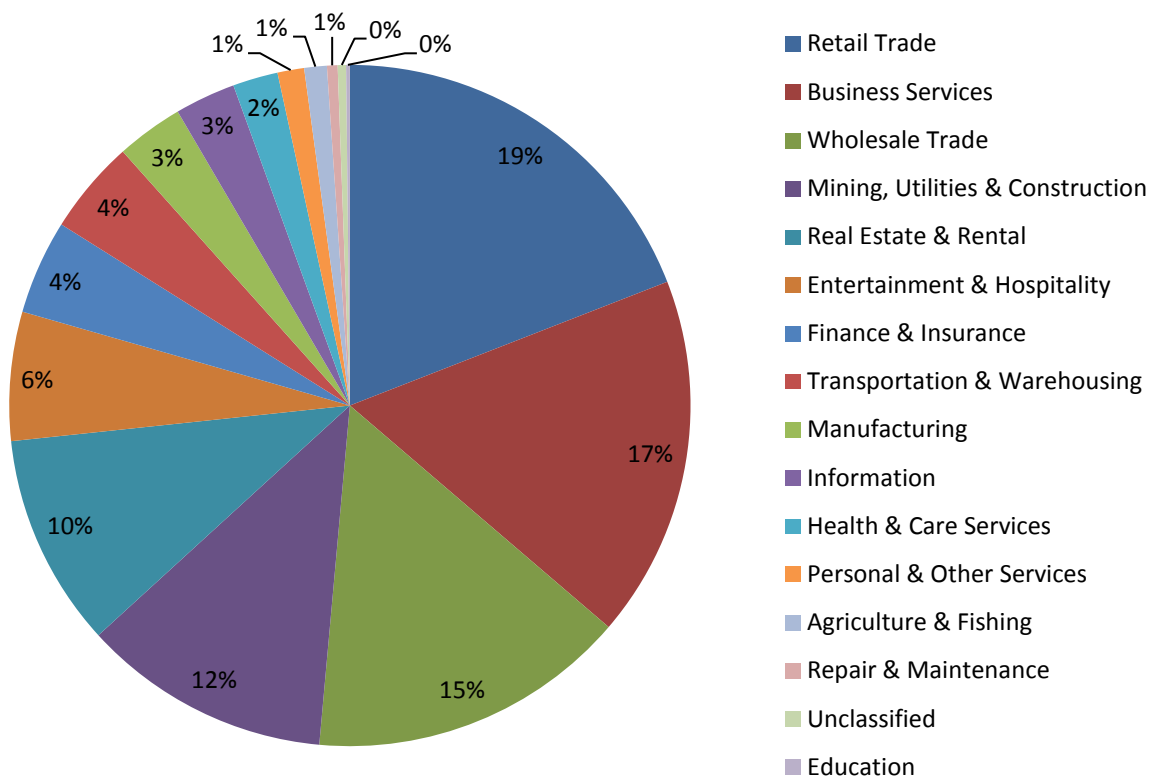
As seen in Table 1-10, businesses that filed in the First District accounted for 92.8% of business receipts, 94.0% of wages paid. This is due in part to a concentration of the state's largest businesses in the First District. Another reason is that some businesses combined their activities from different districts and filed on a consolidated basis in the First District.

### **BUSINESS RECEIPTS**

Hawaii business receipts amounted to \$79.6 billion in 2015. Table 1-1 and 1-6 indicates that only 4,400 business entities, or 2.3% of all business entities, had Hawaii business receipts of at least \$1 million. However, these business entities accounted for 90.9% of business receipts, 59.9% of net profits, 89.6% of wages paid.

Figure 1-1 shows that the retail trade, business services and wholesale trade industries were the main contributors of Hawaii business receipts in 2015. The retail trade industry generated \$15.2 billion in business receipts, business services \$13.7 billion, wholesale trade \$12.1 billion, together representing 51.4% of total receipts. Using average business receipts as an approximate measure of business size, the wholesale trade industry with \$3.6 million in average receipts was the largest in business size. The education industry with \$78,000 in average receipts was the smallest in business size (Table 1-4).

**Figure 1-1 Hawaii Business Receipts by Major Industry Groups - 2015**



## NET INCOME

Hawaii net income totaled a positive \$2.7 billion in 2015. A total of 105,379 businesses had net profits amounting to \$4.6 billion, while 55,606 businesses had net losses totaling \$1.9 billion. The remaining 27,334 business entities had zero net balances (Table 1-4).

The negative net income only occurred in agriculture and fishing industry. The agriculture and fishing industry had aggregated total net income loss of \$3.3 million in

2015 (Table 1-4). As presented in Table 1-10, Maui Island had the highest ratio of profit to loss. The amount of net profits was 3.5 times as much as the net losses. Oahu Island had the smallest ratio of profit to loss at 2.3 while Hawaii and Kauai Islands had similar ratio at 2.6 and 2.7.

Figure 1-2 shows that the retail trade industry was the most profitable sector in 2015, with combined net income of \$472.9 million. The business services (\$454.1 million), financial and Insurance (\$316.2 million) and real estate and rental industry (\$249.3 million) also did well.

**Figure 1-2 Hawaii Business Net Income by Major Industry Groups - 2015**

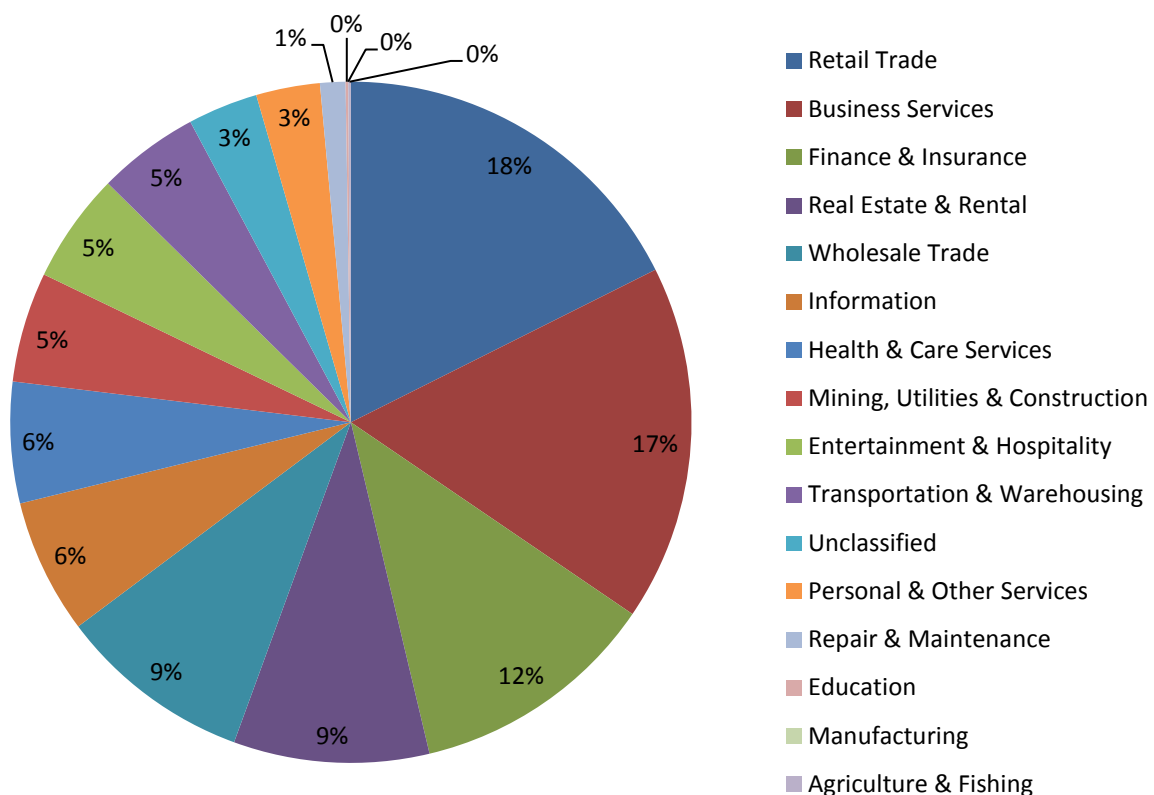


Table 1-7 shows that 82.9% of business entities with positive net income had net profits of less than \$25,000. On average, their net income was \$6,630. Those entities with at least \$1 million of net profits had the largest average net income of \$7.4 million, and they comprised less than 1% of all entities with positive net income.

## WAGES and W-2 FORMS

Hawaii businesses reported \$10.4 billion in wages paid. The three industries that paid out the most in wages were business services (\$2.6 billion), retail trade (\$1.4 billion) and entertainment and hospitality (\$1.2 billion) (Table 1-4).

Due to technical difficulty mentioned in Data Source and Methodology, the count of W-2 forms could not be obtained for proprietorship. Therefore, overview of W-2 forms is not presented here. See section 2 and 3 for W-2 form statistics of C corporations and financial corporations. It should be noted that since businesses issue a W-2 form to every employee, regardless of length of service or turnover rate, the W-2 count only approximates the actual job or position count.



**Section 1**

**Overview of Business Returns**

**Statistical Tables**

Dollar amounts and percentages are rounded and may not add up to totals.



Table 1-1

**Distribution of Businesses, Business Receipts and Net Profits or Loss - 2015**  
**(Dollar Amounts in \$1,000)**

		C Corporations (N-30)	Financial Corporation's (F-1)	Proprietors	
	All Entities			Non-Rental (Sch. C&F)	Rental (Sch. E)
<b>Number of Businesses</b>	188,319	15,624	201	101,119	71,375
Percent of Total	100.0%	8.3%	0.1%	53.7%	37.9%
<b>Number of Businesses by Taxation District</b>					
OAHU	122,602	13,199	185	60,947	48,271
MAUI	25,898	<i>d</i>	<i>d</i>	15,016	9,904
HAWAII	28,616	1,113	<i>d</i>	18,503	<i>d</i>
KAUAI	11,203	<i>d</i>	<i>d</i>	6,653	<i>d</i>
<b>Business Receipts</b>	\$79,646,910	\$71,381,649	\$2,410,816	\$4,148,736	\$1,705,708
Percent of Total	100.0%	89.6%	3.0%	5.2%	2.1%
<b>Business with \$1 million or more in Business Receipts</b>	4,400	3,958	66	337	39
Percent of Total	100.0%	95.6%	3.3%	1.0%	0.1%
Amount	\$72,414,143	\$69,207,943	\$2,373,517	\$750,720	\$81,963
<b>Business with Net Profit</b>	105,379	5,441	128	69,496	30,314
Percent of Total	100.0%	5.2%	0.1%	65.9%	28.8%
<b>Ratio of Profitable Business to All Business</b>	56.0%	34.8%	63.7%	68.7%	42.5%
<b>Amount of Net Profit</b>	\$4,610,070	\$2,549,403	\$390,851	\$1,287,804	\$382,012
Percent of Total	100.0%	55.3%	8.5%	27.9%	8.3%
<b>Amount of Net Loss</b>	\$1,931,159	\$1,477,888	\$54,856	\$190,863	\$207,552
Percent of Total	100.0%	76.5%	2.8%	9.9%	10.7%

Notes: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-2**  
**Distribution of Businesses by Type of Return**  
**among Major Industry Groups - 2015**

	All Entities	C Corporations (N-30)	Financial Corporations (F-1)	Proprietors (Sch. C,E,F)
<b>All Industries</b>	188,319	15,624	201	172,494
Agriculture & Fishing	6,701	225	0	6,476
Mining, Utilities & Construction	6,708	1,032	0	5,676
Manufacturing	2,046	238	0	1,808
Wholesale Trade	3,517	<i>d</i>	<i>d</i>	1,951
Retail Trade	9,650	1,171	0	8,479
Transportation & Warehousing	3,575	343	0	3,232
Information	1,306	408	0	898
Finance & Insurance	5,314	1,061	172	4,081
Real Estate & Rental	63,187	<i>d</i>	<i>d</i>	60,329
Business Services	20,401	2,946	19	17,436
Education	1,936	127	0	1,809
Health & Care Services	7,058	753	0	6,305
Entertainment & Hospitality	7,648	990	0	6,658
Repair & Maintenance	3,228	232	0	2,996
Personal & Other Services	11,993	<i>d</i>	<i>d</i>	10,309
Unclassified	34,051	0	0	34,051
<b>Percent Distribution</b>				
<b>All Industries</b>	100.0%	8.3%	0.1%	91.6%
Agriculture & Fishing	100.0%	3.4%	0.0%	96.6%
Mining, Utilities & Construction	100.0%	15.4%	0.0%	84.6%
Manufacturing	100.0%	11.6%	0.0%	88.4%
Wholesale Trade	100.0%	<i>d</i>	<i>d</i>	55.5%
Retail Trade	100.0%	12.1%	0.0%	87.9%
Transportation & Warehousing	100.0%	9.6%	0.0%	90.4%
Information	100.0%	31.2%	0.0%	68.8%
Finance & Insurance	100.0%	20.0%	3.2%	76.8%
Real Estate & Rental	100.0%	<i>d</i>	<i>d</i>	95.5%
Business Services	100.0%	14.4%	0.1%	85.5%
Education	100.0%	6.6%	0.0%	93.4%
Health & Care Services	100.0%	10.7%	0.0%	89.3%
Entertainment & Hospitality	100.0%	12.9%	0.0%	87.1%
Repair & Maintenance	100.0%	7.2%	0.0%	92.8%
Personal & Other Services	100.0%	<i>d</i>	<i>d</i>	86.0%
Unclassified	100.0%	0.0%	0.0%	100.0%

Notes: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-3**

**Distribution of Businesses by Industry and District - 2015**

Industry Group	All	Taxation District			
		Oahu	Maui	Hawaii	Kauai
<b>All Industries</b>	188,319	122,602	25,898	28,616	11,203
Percent of Total	100.0%	65.1%	13.8%	15.2%	5.9%
Agriculture & Fishing	6,701	1,437	1,097	3,498	669
Mining, Utilities & Construction	6,708	3,884	1,055	1,265	504
Manufacturing	2,046	1,155	327	414	150
Wholesale Trade	3,517	2,666	313	395	143
Retail Trade	9,650	6,639	1,112	1,365	534
Transportation & Warehousing	3,575	2,866	301	307	101
Information	1,306	993	141	133	39
Finance & Insurance	5,314	4,320	374	430	190
Real Estate & Rental	63,187	43,238	8,688	7,654	3,607
Business Services	20,401	13,470	2,739	2,897	1,295
Education	1,936	1,366	213	265	92
Health & Care Services	7,058	4,939	785	996	338
Entertainment & Hospitality	7,648	4,575	1,279	1,268	526
Repair & Maintenance	3,228	1,718	532	680	298
Personal & Other Services	11,993	7,750	1,793	1,658	792
Unclassified	34,051	21,586	5,149	5,391	1,925
<b>Percent Distribution by Industry</b>	100.0%	100.0%	100.0%	100.0%	100.0%
Agriculture & Fishing	3.6%	1.2%	4.2%	12.2%	6.0%
Mining, Utilities & Construction	3.6%	3.2%	4.1%	4.4%	4.5%
Manufacturing	1.1%	0.9%	1.3%	1.4%	1.3%
Wholesale Trade	1.9%	2.2%	1.2%	1.4%	1.3%
Retail Trade	5.1%	5.4%	4.3%	4.8%	4.8%
Transportation & Warehousing	1.9%	2.3%	1.2%	1.1%	0.9%
Information	0.7%	0.8%	0.5%	0.5%	0.3%
Finance & Insurance	2.8%	3.5%	1.4%	1.5%	1.7%
Real Estate & Rental	33.6%	35.3%	33.5%	26.7%	32.2%
Business Services	10.8%	11.0%	10.6%	10.1%	11.6%
Education	1.0%	1.1%	0.8%	0.9%	0.8%
Health & Care Services	3.7%	4.0%	3.0%	3.5%	3.0%
Entertainment & Hospitality	4.1%	3.7%	4.9%	4.4%	4.7%
Repair & Maintenance	1.7%	1.4%	2.1%	2.4%	2.7%
Personal & Other Services	6.4%	6.3%	6.9%	5.8%	7.1%
Unclassified	18.1%	17.6%	19.9%	18.8%	17.2%

**Table 1-4**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
All Industries	188,319	161,554	\$79,646,910	105,379	\$4,610,070	55,606	\$1,931,159	11,519	\$10,430,773
Agriculture & Fishing	6,701	5,824	\$853,096	3,014	\$52,891	3,458	\$56,159	493	\$147,264
Mining, Utilities & Construction	6,708	6,417	\$9,385,903	4,829	\$282,704	1,537	\$142,328	1,107	\$777,203
Manufacturing	2,046	1,906	\$2,531,688	1,160	\$65,985	747	\$65,825	244	\$159,230
Wholesale Trade	3,517	3,321	\$12,078,486	1,984	\$338,299	1,189	\$91,282	889	\$763,130
Retail Trade	9,650	8,881	\$15,199,655	4,934	\$579,374	4,227	\$106,504	1,213	\$1,356,762
Transportation & Warehousing	3,575	3,487	\$3,557,862	2,800	\$183,939	669	\$54,453	297	\$745,530
Information	1,306	1,142	\$2,292,521	655	\$248,090	548	\$76,294	190	\$682,375
Finance & Insurance	5,314	2,940	\$3,566,593	2,028	\$483,195	1,077	\$167,040	519	\$636,769
Real Estate & Rental	63,187	61,358	\$8,054,073	34,888	\$764,145	22,292	\$514,875	707	\$513,433
Business Services	20,401	18,823	\$13,686,725	14,059	\$814,284	5,336	\$360,221	2,190	\$2,600,694
Education	1,936	1,805	\$140,995	1,365	\$13,318	493	\$10,047	103	\$43,108
Health & Care Services	7,058	6,740	\$1,707,665	4,710	\$181,404	1,521	\$27,075	1,031	\$519,221
Entertainment & Hospitality	7,648	7,101	\$4,868,341	4,347	\$294,985	2,842	\$154,655	1,050	\$1,245,750
Repair & Maintenance	3,228	3,128	\$400,727	2,342	\$40,447	759	\$8,148	268	\$53,558
Personal & Other Services	11,993	10,945	\$1,006,866	8,224	\$133,887	3,127	\$52,527	1,085	\$180,383
Unclassified	34,051	17,736	\$315,713	14,040	\$133,125	5,784	\$43,727	133	\$6,364

**Table 1-5**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>All Industries</b>	188,319	161,554	\$79,646,910	105,379	\$4,610,070	55,606	\$1,931,159	11,519	\$10,430,773
<b>Agriculture &amp; Fishing</b>	6,701	5,824	\$853,096	3,014	\$52,891	3,458	\$56,159	493	\$147,264
Crops & Ornamentals	3,711	3,226	\$660,141	1,654	\$19,509	1,935	\$30,744	367	\$125,037
Livestock	731	596	\$61,546	198	\$11,277	511	\$6,113	65	\$5,978
Aquaculture	43	38	\$30,562	18	\$3,339	22	\$3,208	<i>d</i>	\$5,577
Other Animal Specialties	296	228	\$13,117	86	\$1,315	198	\$2,427	13	\$2,736
Forestry and Logging	113	82	\$22,684	47	\$1,864	61	\$4,821	<i>d</i>	\$1,638
Fishing, Hunting and Trapping	1,210	1,094	\$35,127	553	\$8,448	603	\$8,110	23	\$824
Agricultural Services	593	556	\$29,772	454	\$7,119	128	\$736	13	\$5,473
<b>Mining, Utilities &amp; Construction</b>	6,708	6,417	\$9,385,903	4,829	\$282,704	1,537	\$142,328	1,107	\$777,203
Mining	96	86	\$2,422,643	51	\$814	38	\$4,481	<i>d</i>	\$46,338
Utilities	149	117	\$571,054	70	\$15,572	67	\$50,733	17	\$57,019
Construction of Buildings	2,061	1,968	\$3,188,463	1,595	\$96,599	376	\$25,963	276	\$314,569
Heavy and Civil Engineering Construction	129	122	\$996,967	73	\$26,049	41	\$12,385	55	\$129,872
Foundation, Structure & Building Exterior Contractors	530	514	\$190,130	389	\$16,704	120	\$4,990	93	\$17,222
Electrical Work	509	495	\$300,462	337	\$19,147	137	\$13,090	114	\$32,670
Plumbing, Heating & AC Contractors	357	353	\$180,504	248	\$13,639	83	\$4,327	87	\$19,713
Other Building Equipment Contractors	48	48	\$66,916	35	\$1,931	11	\$2,109	<i>d</i>	\$8,873
Building Finishing Contractors	1,348	1,306	\$260,714	1,027	\$29,087	274	\$4,389	143	\$26,416
Other Specialty Trade Contractors	1,473	1,401	\$1,176,206	999	\$63,051	389	\$19,820	305	\$121,456

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**Table 1-5 (Continued)**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Manufacturing</b>	2,046	1,906	\$2,531,688	1,160	\$65,985	747	\$65,825	244	\$159,230
Food & Beverages	383	354	\$567,025	178	\$16,577	180	\$9,896	96	\$69,365
Apparel & Textiles	369	350	\$39,085	253	\$3,193	96	\$1,201	24	\$6,155
Leather and Allied Product	21	20	\$7,348	<i>d</i>	\$98	13	\$140	<i>d</i>	\$373
Wood Product	169	159	\$11,835	107	\$1,553	53	\$307	<i>d</i>	\$738
Paper Manufacturing	<i>d</i>	<i>d</i>	\$32	<i>d</i>	\$12	0	\$0	<i>d</i>	\$3
Commercial Printing	104	99	\$21,961	59	\$826	35	\$1,233	14	\$2,944
Petroleum and Coal Products	<i>d</i>	<i>d</i>	\$1,537,223	<i>d</i>	\$20,894	<i>d</i>	\$2	<i>d</i>	\$36,968
Chemicals	48	40	\$12,137	18	\$462	25	\$155	<i>d</i>	\$5,329
Plastics and Rubber	15	14	\$31,559	<i>d</i>	\$1,021	<i>d</i>	\$55	<i>d</i>	\$1,680
Concrete	11	11	\$81,929	<i>d</i>	\$7,252	<i>d</i>	\$262	<i>d</i>	\$5,142
Metals & Metal Products	76	72	\$69,983	44	\$3,454	29	\$47,107	13	\$12,450
Machinery Manufacturing	32	28	\$2,119	21	\$178	11	\$267	<i>d</i>	\$38
Electronic & Electrical Products	43	39	\$10,047	26	\$775	14	\$32	<i>d</i>	\$2,581
Ship Building & Repair	<i>d</i>	<i>d</i>	\$977	0	\$0	0	\$0	<i>d</i>	\$83
Furniture	78	73	\$27,386	54	\$2,178	18	\$211	<i>d</i>	\$2,873

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Table 1-5 (Continued)

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Wholesale Trade</b>	3,517	3,321	\$12,078,486	1,984	\$338,299	1,189	\$91,282	889	\$763,130
Motor Vehicle and Parts	88	87	\$1,974,216	45	\$22,401	30	\$6,338	20	\$30,460
Furniture and Home Furnishing	44	44	\$77,426	24	\$606	15	\$853	11	\$3,701
Construction Materials	95	91	\$244,167	67	\$2,888	17	\$577	32	\$23,755
Photographic Equipment	d	d	\$536	0	\$0	0	\$0	0	\$0
Office Equipment	d	d	\$12,249	0	\$0	d	\$3,332	d	\$1,900
Computer Equipment and Software	30	27	\$337,155	17	\$51,537	d	\$331	14	\$54,934
Other Commercial Equipment	d	d	\$1,247	d	\$23	d	\$0	0	\$0
Medical Equipment	90	87	\$201,377	44	\$6,024	34	\$2,431	38	\$12,911
Metal & Mineral (except Petroleum)	d	d	\$27,737	d	\$129	d	\$2,116	d	\$3,357
Home Electronics & Appliances	180	173	\$677,777	77	\$15,836	74	\$5,284	81	\$70,851
Hardware	57	55	\$203,330	33	\$7,418	15	\$218	22	\$18,645
Machinery, Equipment & Supplies	132	127	\$583,746	78	\$40,039	37	\$2,257	46	\$83,622
Sporting Goods	106	99	\$52,224	50	\$2,764	46	\$1,037	19	\$4,265
Toy and Hobby Goods	56	52	\$5,474	31	\$289	22	\$120	d	\$180
Recyclable Material	19	18	\$70,532	d	\$573	d	\$8,399	d	\$7,508
Jewelry	554	529	\$247,824	313	\$14,610	214	\$4,659	86	\$24,867
Paper Product	41	41	\$172,069	22	\$1,359	d	\$999	18	\$8,164
Drugs & Cosmetics	78	75	\$1,637,600	43	\$30,760	26	\$9,547	45	\$58,708
Apparel, Piece Goods, and Notions	282	262	\$303,770	150	\$19,543	109	\$4,330	53	\$35,301
Food & Farm Products	337	309	\$1,416,223	208	\$44,568	100	\$17,229	100	\$118,720
Chemical and Allied Products	43	43	\$178,194	23	\$13,669	12	\$1,969	21	\$40,710
Petroleum Products	25	22	\$1,594,689	13	\$2,046	d	\$4,336	d	\$5,096
Alcoholic Beverages	21	18	\$197,814	d	\$3,082	d	\$1,493	d	\$14,349
Book, Periodical, and Newspaper	58	55	\$10,672	37	\$453	20	\$303	d	\$1,272
Flower & Florist Supplies	120	115	\$18,089	80	\$695	35	\$436	d	\$1,778
Tobacco Product	d	d	\$81,173	d	\$15,872	d	\$15	d	\$1,306

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Table 1-5 (Continued)

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Retail Trade</b>	9,650	8,881	\$15,199,655	4,934	\$579,374	4,227	\$106,504	1,213	\$1,356,762
Motor Vehicle & Boat Dealers	124	119	\$1,643,947	71	\$52,149	49	\$1,749	31	\$132,342
Automotive Parts Dealers	97	94	\$151,418	60	\$10,561	29	\$1,507	28	\$20,203
Furniture and Home Furnishings	77	76	\$91,878	45	\$5,272	25	\$461	26	\$9,338
Electronics and Appliance	71	67	\$62,278	37	\$838	27	\$6,031	26	\$7,345
Building Material	121	113	\$810,095	74	\$28,910	37	\$1,966	44	\$78,383
Garden Equipment and Supplies	25	24	\$54,473	16	\$3,858	<i>d</i>	\$266	<i>d</i>	\$3,511
Grocery Stores	363	346	\$1,790,540	232	\$21,367	105	\$6,075	131	\$168,168
Bakeries	210	200	\$37,916	123	\$4,114	79	\$1,018	41	\$5,701
Other Specialty Food Stores	48	45	\$181,152	13	\$14,296	26	\$2,694	33	\$36,359
Liquor Stores	43	42	\$26,903	19	\$1,033	19	\$349	23	\$1,434
Drug Stores	19	16	\$1,583,908	<i>d</i>	\$89,863	<i>d</i>	\$354	<i>d</i>	\$125,183
Cosmetics Stores	229	210	\$110,675	91	\$10,398	128	\$2,114	18	\$12,687
Eyeglasses & Medical Goods	362	321	\$74,474	164	\$4,726	178	\$1,694	22	\$10,500
Gasoline Stations	59	57	\$415,739	26	\$10,643	23	\$1,523	52	\$13,087
Apparel & Shoes	706	668	\$1,007,370	353	\$81,758	313	\$16,664	167	\$94,159
Leather Goods	24	23	\$108,053	16	\$11,520	<i>d</i>	\$800	<i>d</i>	\$7,831
Sporting Goods Stores	125	119	\$140,679	61	\$1,621	58	\$4,229	29	\$14,210
Hobby, Toy, and Game Stores	52	50	\$54,788	32	\$865	20	\$1,095	12	\$3,972
Sewing & Piece Goods	235	227	\$11,267	182	\$1,649	49	\$277	<i>d</i>	\$1,029
Musical Instrument Stores	28	26	\$4,852	20	\$491	<i>d</i>	\$85	<i>d</i>	\$519
Book Stores and News Dealers	39	37	\$36,776	25	\$1,029	<i>d</i>	\$51	<i>d</i>	\$4,161
General Stores	129	125	\$33,896	84	\$2,250	40	\$1,025	19	\$2,693
Department & Super Stores	54	51	\$5,602,953	15	\$160,645	31	\$24,988	39	\$488,123
Florists	147	138	\$39,138	86	\$2,559	50	\$1,057	27	\$3,500
Stationery Stores	37	35	\$188,029	17	\$281	<i>d</i>	\$2,290	14	\$21,214
Gift & Souvenir Shops	418	396	\$67,862	249	\$4,585	147	\$2,535	60	\$7,433
Used Merchandise	78	75	\$21,062	58	\$851	17	\$150	<i>d</i>	\$4,124
Pet Stores	36	35	\$12,408	21	\$912	12	\$313	<i>d</i>	\$1,720
Art Dealers	118	104	\$14,141	61	\$1,008	51	\$524	12	\$1,375
Nonstore Retailers	471	411	\$128,401	212	\$3,517	234	\$1,522	17	\$7,650
Vending Machines	72	65	\$12,613	34	\$976	35	\$318	<i>d</i>	\$667
Direct Selling	4,150	3,722	\$158,065	1,950	\$17,095	2,039	\$9,164	65	\$9,695

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**Table 1-5 (Continued)**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Transportation &amp; Warehousing</b>	3,575	3,487	\$3,557,862	2,800	\$183,939	669	\$54,453	297	\$745,530
Air Transportation	81	75	\$1,814,041	46	\$110,102	28	\$22,247	32	\$438,666
Water Transportation	50	43	\$627,257	32	\$8,323	14	\$2,068	<i>d</i>	\$83,080
Truck Transportation	222	210	\$244,964	133	\$20,957	64	\$6,705	70	\$83,005
Bus Transportation	359	348	\$66,668	265	\$6,222	80	\$2,191	40	\$16,802
Taxi & Limousine Service	2,274	2,254	\$89,521	1,943	\$19,937	313	\$2,679	40	\$9,286
Tour Transportation	173	154	\$81,112	94	\$1,917	60	\$1,813	32	\$9,872
Aviation Services	158	151	\$130,804	103	\$3,831	50	\$1,920	21	\$27,218
Marine Cargo & Salvage	<i>d</i>	<i>d</i>	\$49,940	<i>d</i>	\$2,613	<i>d</i>	\$244	<i>d</i>	\$3,587
Freight Forwarding	<i>d</i>	<i>d</i>	\$73,485	<i>d</i>	\$1,555	<i>d</i>	\$11,543	11	\$39,634
Couriers & Delivery Services	164	160	\$242,814	129	\$4,699	32	\$1,550	<i>d</i>	\$15,554
Warehousing and Storage	22	22	\$10,881	18	\$1,203	<i>d</i>	\$28	<i>d</i>	\$2,957
<b>Information</b>	1,306	1,142	\$2,292,521	655	\$248,090	548	\$76,294	190	\$682,375
Publishing	348	305	\$198,786	153	\$13,071	174	\$7,994	59	\$195,749
Motion Picture and Video	312	289	\$477,747	185	\$137,119	105	\$1,994	20	\$113,612
Sound Recording	73	65	\$2,780	41	\$902	29	\$7,358	<i>d</i>	\$229
Broadcasting	70	68	\$176,960	41	\$2,344	23	\$5,148	18	\$28,295
Telecommunications	123	104	\$956,598	49	\$68,007	57	\$34,038	20	\$239,832
Data Processing Services	132	106	\$147,340	69	\$2,929	53	\$2,278	23	\$66,372

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**Table 1-5 (Continued)**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Finance &amp; Insurance</b>	5,314	2,940	\$3,566,593	2,028	\$483,195	1,077	\$167,040	519	\$636,769
Banking & Finance	378	337	\$1,365,958	228	\$356,347	127	\$49,389	140	\$289,118
Investment Brokers	100	79	\$429,563	60	\$10,328	31	\$555	20	\$34,698
Investors & Investor Groups	2,035	93	\$361,929	40	\$9,762	68	\$30,018	23	\$65,533
Insurance Services	1,751	1,634	\$578,642	1,229	\$60,709	423	\$36,306	178	\$108,449
<b>Real Estate &amp; Rental</b>	63,187	61,358	\$8,054,073	34,888	\$764,145	22,292	\$514,875	707	\$513,433
Real Estate Operators	53,635	53,417	\$3,826,079	28,518	\$449,325	19,757	\$320,696	204	\$69,368
Real Estate Brokers	3,295	2,717	\$251,283	2,208	\$104,781	969	\$6,303	100	\$11,159
Real Estate Managers	854	758	\$504,350	581	\$30,662	195	\$5,730	87	\$61,258
Real Estate Appraisers	103	99	\$17,544	78	\$3,513	17	\$86	22	\$3,666
Motor Vehicle Rental	89	79	\$1,040,276	50	\$24,167	35	\$5,153	19	\$78,772
Other Consumer Goods Rental	169	152	\$161,250	91	\$3,049	67	\$17,175	24	\$13,815
Equipment Rental	208	191	\$143,312	117	\$5,008	79	\$14,637	23	\$9,452

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Table 1-5 (Continued)

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Business Services</b>	20,401	18,823	\$13,686,725	14,059	\$814,284	5,336	\$360,221	2,190	\$2,600,694
Legal Services	1,009	920	\$270,299	663	\$38,789	266	\$4,161	238	\$91,187
Accounting Services	1,448	1,401	\$114,025	1,126	\$21,740	262	\$1,419	146	\$32,287
Architects	307	283	\$170,092	224	\$8,945	67	\$1,672	50	\$34,109
Landscape Architects	131	128	\$24,939	88	\$1,576	34	\$384	15	\$7,293
Engineering & Drafting	615	559	\$662,651	428	\$20,814	145	\$13,333	148	\$197,849
Building Inspection	45	42	\$1,551	34	\$712	d	\$72	d	\$175
Surveying and Mapping	57	54	\$10,000	37	\$1,609	15	\$760	14	\$2,639
Testing Laboratories	17	16	\$12,128	d	\$133	d	\$214	d	\$2,795
Interior, Graphic & Other Design	792	724	\$45,288	515	\$9,014	239	\$1,417	24	\$3,779
Computer Systems Design	1,118	988	\$419,338	691	\$27,904	354	\$20,388	166	\$117,930
Management & Consulting	1,820	1,567	\$375,799	1,168	\$49,252	566	\$7,249	128	\$87,264
Research and Development	186	148	\$94,768	106	\$48,458	66	\$21,489	32	\$69,473
Advertising & Public Relations	420	370	\$38,451	258	\$7,355	137	\$1,987	37	\$6,582
Marketing Research & Polling	60	55	\$10,551	30	\$2,671	26	\$508	d	\$2,728
Photographers	987	890	\$30,232	528	\$8,472	415	\$3,366	27	\$2,422
Translation Services	229	216	\$4,133	181	\$2,551	43	\$166	d	\$145
Veterinary Services	57	56	\$52,365	43	\$4,448	d	\$252	20	\$15,779
Holding Companies	710	605	\$7,829,177	330	\$351,151	251	\$231,449	364	\$1,339,126
Administrative Services	746	710	\$495,035	601	\$20,408	114	\$1,157	29	\$61,381
Employment Services	107	95	\$222,003	60	\$3,070	30	\$867	63	\$68,918
Secretarial Services	99	95	\$2,216	73	\$722	23	\$157	d	\$416
Phone Answering & Telemarketing	d	d	\$288	d	\$185	d	\$22	d	\$38
Mailing & Photocopy	36	36	\$5,077	28	\$1,053	d	\$24	d	\$883
Collection Agencies	23	19	\$5,859	d	\$172	d	\$353	d	\$2,310
Travel & Tour Agencies	427	395	\$1,239,292	261	\$47,606	147	\$8,009	78	\$149,910
Investigation and Security	311	300	\$155,925	225	\$6,082	79	\$2,055	25	\$102,567
Pest Control	42	42	\$25,727	30	\$1,716	d	\$411	21	\$5,296
Janitorial & Maintenance	1,981	1,957	\$94,599	1,629	\$19,100	314	\$2,874	74	\$13,391
Landscaping Services	1,401	1,356	\$72,200	1,116	\$16,694	256	\$1,783	63	\$9,953
Carpet Cleaning	85	80	\$3,443	60	\$1,183	22	\$98	d	\$110
Waste Management	75	70	\$88,222	49	\$6,257	19	\$541	24	\$6,825

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Table 1-5 (Continued)

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Educational Services</b>	1,936	1,805	\$140,995	1,365	\$13,318	493	\$10,047	103	\$43,108
<b>Health &amp; Care Services</b>	7,058	6,740	\$1,707,665	4,710	\$181,404	1,521	\$27,075	1,031	\$519,221
Physicians	1,121	1,061	\$873,256	705	\$82,793	302	\$6,909	487	\$320,954
Dentists	412	399	\$234,746	231	\$20,706	128	\$3,843	267	\$68,017
Chiropractors	129	126	\$12,974	93	\$3,126	30	\$196	24	\$1,999
Optometrists	72	68	\$20,398	48	\$3,092	18	\$216	33	\$3,080
Psychologists	334	311	\$20,542	251	\$10,648	72	\$361	18	\$887
Physical Therapists	237	219	\$24,373	160	\$4,386	66	\$493	22	\$3,429
Outpatient Care	80	75	\$107,923	52	\$1,486	25	\$1,920	d	\$29,147
Medical & Diagnostic Labs	60	53	\$27,722	42	\$1,550	14	\$509	13	\$7,464
Home Health Care	1,284	1,252	\$110,184	803	\$13,160	232	\$2,173	32	\$26,918
Hospitals	30	26	\$11,804	22	\$1,805	d	\$1,013	d	\$1,958
Nursing & Care Homes	896	877	\$68,186	516	\$8,601	146	\$1,509	30	\$13,578
Child and Youth Services	593	558	\$17,531	419	\$6,338	126	\$870	11	\$1,620
Child Day Care Services	657	635	\$15,229	529	\$5,304	91	\$499	12	\$923
<b>Entertainment &amp; Hospitality</b>	7,648	7,101	\$4,868,341	4,347	\$294,985	2,842	\$154,655	1,050	\$1,245,750
Performing Arts & Spectator Sports	4,333	3,994	\$105,135	2,609	\$26,882	1,530	\$8,325	40	\$7,280
Museums & Historical Sites	36	33	\$472	28	\$194	d	\$47	0	\$0
Amusement Parks	21	19	\$4,290	12	\$566	d	\$149	d	\$788
Other Recreational Activities	764	709	\$334,667	425	\$14,228	277	\$23,565	114	\$74,555
Transient Accommodations	525	482	\$3,057,213	283	\$188,017	193	\$79,471	59	\$864,067
Special Food Services	791	740	\$238,807	447	\$9,859	312	\$3,173	74	\$51,441
Drinking Places	206	204	\$58,610	47	\$1,449	144	\$11,533	118	\$8,221
Restaurants	488	453	\$639,962	226	\$22,753	203	\$22,825	328	\$154,388
Fast Food	394	380	\$213,826	222	\$11,459	138	\$3,733	256	\$36,208

Notes: Detail may not add to totals because some detailed categories are not shown. A business with several lines of business is classified under the primary business line only.

See North American Industry Classification System for a more detailed explanation of business category.

"d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-5 (Continued)**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Major Industry and Selected Detailed Industry Categories - 2015  
(Dollar Amounts in \$1,000)**

Industry	No. of Entities	Business Receipts		Net Profit		Net Loss		Wages Paid	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Repair &amp; Maintenance</b>	3,228	3,128	\$400,727	2,342	\$40,447	759	\$8,148	268	\$53,558
Auto Repair and Maintenance	921	884	\$180,334	603	\$12,658	272	\$3,536	160	\$23,921
Computer & Electronic Repair	208	200	\$26,827	135	\$2,433	59	\$540	15	\$5,616
Industrial Repair	238	228	\$72,291	159	\$4,745	67	\$713	40	\$10,916
Home Appliance Repair	327	318	\$14,990	244	\$3,732	74	\$542	11	\$692
Furniture Repair	58	57	\$3,904	41	\$734	14	\$118	d	\$507
<b>Personal &amp; Other Services</b>	11,993	10,945	\$1,006,866	8,224	\$133,887	3,127	\$52,527	1,085	\$180,383
Hair, Nail & Skin Care	2,515	2,479	\$140,979	2,143	\$34,228	348	\$5,502	150	\$20,340
Death Care Services	66	63	\$36,501	44	\$5,418	19	\$984	13	\$11,527
Self-service laundry	26	24	\$13,156	16	\$803	d	\$909	d	\$340
Dry cleaning and Laundry	33	31	\$67,271	27	\$9,608	d	\$557	d	\$19,950
Animal Care Services	172	161	\$5,454	119	\$1,377	45	\$289	d	\$510
Photofinishing	74	72	\$3,545	38	\$381	35	\$339	d	\$842
Parking Lots and Garages	17	15	\$8,860	d	\$317	d	\$62	d	\$4,359
Organized Groups & Clubs	808	681	\$48,673	510	\$8,485	235	\$1,393	52	\$8,586
Property Owners Associations	1,146	602	\$303,323	186	\$8,439	661	\$23,633	606	\$73,713
<b>Unclassified</b>	34,051	17,736	\$315,713	14,040	\$133,125	5,784	\$43,727	133	\$6,364

Notes: Detail may not add to totals because some detailed categories are not shown. A business with several lines of business is classified under the primary business line only.

See North American Industry Classification System for a more detailed explanation of business category.

"d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-6**

**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid  
by Size of Hawaii Business Receipts - 2015  
(Dollar Amounts in \$1,000)**

Hawaii Business Receipts Class	No. of Entities	Business Receipts	Net Profit		Net Loss		Wages Paid	
			Number	Amount	Number	Amount	Number	Amount
Total	188,319	\$79,646,910	105,379	\$4,610,070	55,606	\$1,931,159	11,519	\$10,430,773
No Business Receipts	26,777	(\$19)	1,140	\$169,814	9,084	\$200,873	691	\$231,303
Under \$1,000	13,108	\$6,319	6,568	\$5,673	5,928	\$39,975	140	\$6,712
\$1,000 < \$10,000	46,487	\$217,540	27,788	\$85,175	16,490	\$136,270	374	\$21,609
\$10,000 < \$50,000	68,476	\$1,594,978	46,064	\$484,494	17,380	\$190,981	786	\$75,609
\$50,000 < \$100,000	13,941	\$969,600	10,735	\$311,109	2,312	\$52,325	682	\$26,401
\$100,000 < \$500,000	12,590	\$2,673,603	9,215	\$611,463	2,459	\$197,624	3,487	\$414,646
\$500,000 < \$1 million	2,540	\$1,770,745	1,423	\$180,517	729	\$113,844	1,717	\$309,348
\$1 million < \$5 million	2,932	\$6,370,192	1,565	\$328,762	875	\$213,629	2,369	\$1,153,283
\$5 million < 10 million	606	\$4,291,759	370	\$173,504	145	\$114,330	522	\$693,130
\$10 million and over	862	\$61,752,192	511	\$2,259,559	204	\$671,308	751	\$7,498,731



**Table 1-7**

**Distribution of Businesses, Net Income, Business Receipts, and Wages Paid  
by Size of Net Profit - 2015  
(Dollar Amounts in \$1,000)**

Size of Net Profit	No. of Entities	Net Income	Business Receipts		Wages Paid	
			Number	Amount	Number	Amount
Total	188,319	\$2,678,911	161,554	\$79,646,910	11,519	\$10,430,773
No Net Profit	82,940	(\$1,931,159)	57,315	\$28,898,245	5,885	\$3,460,963
Under \$25,000	87,392	\$579,388	86,500	\$4,155,026	2,108	\$598,208
\$25,000 < \$100,000	14,042	\$659,805	13,887	\$4,430,366	1,783	\$443,546
\$100,000 < \$500,000	3,276	\$627,976	3,202	\$6,909,878	1,227	\$754,323
\$500,000 < \$1 million	327	\$226,643	319	\$3,493,265	237	\$385,450
\$1 million and over	342	\$2,516,257	331	\$31,760,130	279	\$4,788,282

**Table 1-8**  
**Distribution of Businesses by Major Industry and**  
**by Size of Hawaii Business Receipts - 2015**

Industry Group	All	Size of Hawaii Business Receipts						
		No Business Receipts	Under \$10,000	\$10,000 < \$100,000	\$100,000 < \$500,000	\$500,000 < \$1 million	\$1 million < \$5 million	\$5 million and over
<b>All Industries</b>	188,319	26,777	59,595	82,417	12,590	2,540	2,932	1,468
Agriculture & Fishing	6,701	888	3,150	2,233	322	46	51	11
Mining, Utilities & Construction	6,708	291	1,613	2,917	1,091	264	374	158
Manufacturing	2,046	140	823	745	186	49	62	41
Wholesale Trade	3,517	196	917	977	511	217	387	312
Retail Trade	9,650	769	4,702	2,304	1,064	259	361	191
Transportation & Warehousing	3,575	88	1,026	2,079	184	62	74	62
Information	1,306	164	508	400	103	31	60	40
Finance & Insurance	5,314	2,374	1,026	996	531	135	154	98
Real Estate & Rental	63,187	1,829	14,119	43,221	3,430	274	212	102
Business Services	20,401	1,578	7,926	7,810	1,891	371	523	302
Education	1,936	132	1,161	548	62	d	15	d
Health & Care Services	7,058	318	1,778	3,478	920	324	206	34
Entertainment & Hospitality	7,648	547	3,387	2,381	749	253	255	76
Repair & Maintenance	3,228	100	1,193	1,408	390	77	d	d
Personal & Other Services	11,993	1,048	4,580	5,363	695	147	132	28
Unclassified	34,051	16,315	11,686	5,557	461	d	d	d
<b>Percent by Industry</b>	100.0%	14.2%	31.6%	43.8%	6.7%	1.3%	1.6%	0.8%
Agriculture & Fishing	100.0%	13.3%	47.0%	33.3%	4.8%	0.7%	0.8%	0.2%
Mining, Utilities & Construction	100.0%	4.3%	24.0%	43.5%	16.3%	3.9%	5.6%	2.4%
Manufacturing	100.0%	6.8%	40.2%	36.4%	9.1%	2.4%	3.0%	2.0%
Wholesale Trade	100.0%	5.6%	26.1%	27.8%	14.5%	6.2%	11.0%	8.9%
Retail Trade	100.0%	8.0%	48.7%	23.9%	11.0%	2.7%	3.7%	2.0%
Transportation & Warehousing	100.0%	2.5%	28.7%	58.2%	5.1%	1.7%	2.1%	1.7%
Information	100.0%	12.6%	38.9%	30.6%	7.9%	2.4%	4.6%	3.1%
Finance & Insurance	100.0%	44.7%	19.3%	18.7%	10.0%	2.5%	2.9%	1.8%
Real Estate & Rental	100.0%	2.9%	22.3%	68.4%	5.4%	0.4%	0.3%	0.2%
Business Services	100.0%	7.7%	38.9%	38.3%	9.3%	1.8%	2.6%	1.5%
Education	100.0%	6.8%	60.0%	28.3%	3.2%	d	0.8%	d
Health & Care Services	100.0%	4.5%	25.2%	49.3%	13.0%	4.6%	2.9%	0.5%
Entertainment & Hospitality	100.0%	7.2%	44.3%	31.1%	9.8%	3.3%	3.3%	1.0%
Repair & Maintenance	100.0%	3.1%	37.0%	43.6%	12.1%	2.4%	d	d
Personal & Other Services	100.0%	8.7%	38.2%	44.7%	5.8%	1.2%	1.1%	0.2%
Unclassified	100.0%	47.9%	34.3%	16.3%	1.4%	d	d	d

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-9**  
**Distribution of Businesses by Major Industry and**  
**by Size of Net Profit - 2015**

Industry Group	All	Size of Net Profit					
		No Net Profit	Under \$25,000	\$25,000 < \$100,000	\$100,000 < \$500,000	\$500,000 < \$1 million	\$1 million and over
<b>All Industries</b>	188,319	82,940	87,392	14,042	3,276	327	342
Agriculture & Fishing	6,701	3,687	2,666	297	43	<i>d</i>	<i>d</i>
Mining, Utilities & Construction	6,708	1,879	3,276	1,221	277	27	28
Manufacturing	2,046	886	976	133	32	<i>d</i>	<i>d</i>
Wholesale Trade	3,517	1,533	1,324	370	184	43	63
Retail Trade	9,650	4,716	4,070	627	166	30	41
Transportation & Warehousing	3,575	775	2,518	219	44	<i>d</i>	<i>d</i>
Information	1,306	651	512	103	<i>d</i>	<i>d</i>	<i>d</i>
Finance & Insurance	5,314	3,286	1,229	507	231	30	31
Real Estate & Rental	63,187	28,299	29,869	4,071	848	57	43
Business Services	20,401	6,342	10,797	2,490	644	62	66
Education	1,936	571	1,251	105	<i>d</i>	<i>d</i>	0
Health & Care Services	7,058	2,348	3,364	919	399	<i>d</i>	<i>d</i>
Entertainment & Hospitality	7,648	3,301	3,657	531	125	12	22
Repair & Maintenance	3,228	886	1,916	384	42	0	0
Personal & Other Services	11,993	3,769	7,084	1,034	92	<i>d</i>	<i>d</i>
Unclassified	34,051	20,011	12,883	1,031	122	<i>d</i>	<i>d</i>
<b>Percent by Industry</b>	100.0%	44.0%	46.4%	7.5%	1.7%	0.2%	0.2%
Agriculture & Fishing	100.0%	55.0%	39.8%	4.4%	0.6%	<i>d</i>	<i>d</i>
Mining, Utilities & Construction	100.0%	28.0%	48.8%	18.2%	4.1%	0.4%	0.4%
Manufacturing	100.0%	43.3%	47.7%	6.5%	1.6%	<i>d</i>	<i>d</i>
Wholesale Trade	100.0%	43.6%	37.6%	10.5%	5.2%	1.2%	1.8%
Retail Trade	100.0%	48.9%	42.2%	6.5%	1.7%	0.3%	0.4%
Transportation & Warehousing	100.0%	21.7%	70.4%	6.1%	1.2%	<i>d</i>	<i>d</i>
Information	100.0%	49.8%	39.2%	7.9%	<i>d</i>	<i>d</i>	<i>d</i>
Finance & Insurance	100.0%	61.8%	23.1%	9.5%	4.3%	0.6%	0.6%
Real Estate & Rental	100.0%	44.8%	47.3%	6.4%	1.3%	0.1%	0.1%
Business Services	100.0%	31.1%	52.9%	12.2%	3.2%	0.3%	0.3%
Education	100.0%	29.5%	64.6%	5.4%	<i>d</i>	<i>d</i>	0.0%
Health & Care Services	100.0%	33.3%	47.7%	13.0%	5.7%	<i>d</i>	<i>d</i>
Entertainment & Hospitality	100.0%	43.2%	47.8%	6.9%	1.6%	0.2%	0.3%
Repair & Maintenance	100.0%	27.4%	59.4%	11.9%	1.3%	0.0%	0.0%
Personal & Other Services	100.0%	31.4%	59.1%	8.6%	0.8%	<i>d</i>	<i>d</i>
Unclassified	100.0%	58.8%	37.8%	3.0%	0.4%	<i>d</i>	<i>d</i>

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 1-10**  
**Distribution of Businesses, Business Receipts, Net Income, and Wages Paid**  
**By Taxation District - 2015**  
**(Dollar Amounts in \$1,000)**

Taxation District	No. of Entities	Business Receipts	Net Profit		Net Loss		Wages Paid	
			Number	Amount	Number	Amount	Number	Amount
<b>All Districts</b>	188,319	\$79,646,910	105,379	\$4,610,070	55,606	\$1,931,159	11,519	\$10,430,773
OAHU	122,602	\$73,926,202	68,323	\$3,921,975	35,281	\$1,694,234	8,798	\$9,809,722
MAUI	25,898	\$2,241,641	14,541	\$286,857	7,869	\$83,056	967	\$247,947
HAWAII	28,616	\$2,597,944	16,309	\$287,801	8,938	\$112,210	1,315	\$273,713
KAUAI	11,203	\$881,122	6,206	\$113,437	3,518	\$41,659	439	\$99,391
<b>Percent by District</b>	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
OAHU	65.1%	92.8%	64.8%	85.1%	63.4%	87.7%	76.4%	94.0%
MAUI	13.8%	2.8%	13.8%	6.2%	14.2%	4.3%	8.4%	2.4%
HAWAII	15.2%	3.3%	15.5%	6.2%	16.1%	5.8%	11.4%	2.6%
KAUAI	5.9%	1.1%	5.9%	2.5%	6.3%	2.2%	3.8%	1.0%

## **SECTION 2**

### **C CORPORATIONS**

This section discusses C corporations that are taxable under Chapter 235 of the Hawaii Revised Statutes (HRS). Form N-30 must be filed by C corporations if they have gross income from property owned, trade or business carried on, or any other source in Hawaii, or are incorporated under the laws of Hawaii. C corporations are subject to the following rates on Form N-30: 4.4% on taxable income up to \$25,000, 5.4% on the excess over \$25,000 but not over \$100,000, and 6.4% on the excess over \$100,000. Net capital gains are taxed at 4%.

C Corporations numbered 15,624 in tax year 2015 (Table 2-1). Business receipts for all C corporations totaled \$71.4 billion (Table 2-3). About 25.3% of C corporations reported at least \$1.0 million in business receipts (Table 2-2). Since this is the first business income report after tax year 2002 report, no comparison can be made to previous year.

In tax year 2015, net income for C corporations totaled \$1.1 billion (Table 2-4). As presented in Table 2-5, C corporations reported \$2.5 billion in net profits, \$1.5 billion in net losses and \$157.0 million in Hawaii tax liability. A total of 5,441 business entities showed profits, contrasted with 6,892 entities with losses. On average, net profits per entity were more than double the net losses per entity. Retail industry generated the most net income totaled \$432.3 million. Wholesale industry had the second largest net income totaled \$229.4 million. Real estate and rental industry had the largest negative net income of \$78.1 million.

Corporations who had business outside of Hawaii have to file schedule O and P to allocate their gross receipts and income to Hawaii. Such apportioned C corporations numbered 4,558 while Hawaii only businesses totaled 11,066. The non-apportioned corporations generated business receipts of \$19.5 billion while the apportioned companies had gross receipts of \$51.9 billion (Table 2-3). However, the Hawaii only businesses recorded negative net income of \$82.6 million whereas the apportioned corporations had net income of \$1.2 billion (Table 2-4). This indicates that multi-national and national corporations are more profitable than local Hawaii businesses.

Table 2-7 shows wages paid and number of W-2 forms by industry for C corporations in 2015. 8,405 corporations paid \$9.8 billion of wages. The business services industry (20.9% of such returns) paid the largest wages totaled \$2.4

billion or 24.5% of total wages paid by C corporations in 2015. The retail industry filed the largest number of W-2 forms at 40,934 followed by entertainment and hospitality at 26,398. This is in line with Hawaii's major form of business, the tourism.

**Section 2**  
**C Corporations**  
**Statistical Tables**

Dollar amounts and percentages are rounded and may not add up to totals.





**Table 2-1**

**Distribution of C Corporation Returns by Taxation District and by Industry - 2015**

Industry Group	Taxation District				
	All	Oahu	Maui	Hawaii	Kauai
<b>All Industries</b>	15,624	13,199	972	1,113	340
Agriculture & Fishing	225	103	<i>d</i>	84	<i>d</i>
Mining, Utilities & Construction	1,032	791	86	114	41
Manufacturing	238	180	<i>d</i>	28	<i>d</i>
Wholesale	1,565	1,485	26	40	14
Retail	1,171	927	90	115	39
Transportation & Warehousing	343	268	<i>d</i>	35	<i>d</i>
Information	408	389	<i>d</i>	<i>d</i>	<i>d</i>
Finance & Insurance	1,061	1,025	<i>d</i>	17	<i>d</i>
Real Estate & Rental & Leasing	2,850	2,360	222	193	75
Business Services	2,946	2,741	66	102	37
Education	127	118	<i>d</i>	<i>d</i>	<i>d</i>
Health Care & Social Assistance	753	620	39	80	14
Entertainment & Hospitality	990	764	106	97	23
Repair & Maintenance	232	186	<i>d</i>	24	<i>d</i>
Personal & Other Services	1,683	1,242	216	175	50

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 2-2**

**Distribution of C Corporation Returns by Taxation District  
and Size of Hawaii Business Receipts - 2015**

Size of Hawaii Business Receipts	Taxation District				
	All	Oahu	Maui	Hawaii	Kauai
<b>Total</b>	15,624	13,199	972	1,113	340
Under \$1,000	2,898	2,489	175	193	41
\$1,000 - < \$10,000	947	797	60	71	19
\$10,000 - < \$50,000	1,731	1,477	83	132	39
\$50,000 - < \$100,000	1,075	899	72	70	34
\$100,000 - < \$500,000	3,364	2,818	229	244	73
\$500,000 - < \$1 million	1,651	1,323	126	156	46
\$1 million - < \$5 million	2,539	2,111	174	192	62
\$5 million - < \$10 million	584	508	<i>d</i>	27	<i>d</i>
\$10 million and over	835	777	<i>d</i>	28	<i>d</i>

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 2-3**

**Number of Businesses and Hawaii Gross Receipts  
by Major Industry - 2015  
(Dollar Amounts in \$1000)**

Industry Groups	All		Non-Appportioned		Appportioned	
	No. of Entities	Business Receipts	No. of Entities	Business Receipts	No. of Entities	Business Receipts
<b>All Industries</b>	15,624	\$71,381,649	11,066	\$19,518,732	4,558	\$51,862,918
Agriculture & Fishing	225	\$700,891	210	\$197,323	15	\$503,568
Mining, Utilities & Construction	1,032	\$8,826,708	822	\$2,407,084	210	\$6,419,625
Manufacturing	238	\$2,461,270	223	\$699,382	15	\$1,761,888
Wholesale	1,565	\$11,885,784	525	\$1,876,458	1,040	\$10,009,326
Retail	1,171	\$14,721,059	925	\$3,761,387	246	\$10,959,671
Transportation & Warehousing	343	\$3,464,698	263	\$838,317	80	\$2,626,380
Information	408	\$2,271,950	127	\$94,593	281	\$2,177,357
Finance & Insurance	1,061	\$2,100,706	587	\$710,253	474	\$1,390,453
Real Estate & Rental & Leasing	2,850	\$6,049,847	2,514	\$1,988,396	336	\$4,061,450
Business Services	2,946	\$11,950,258	1,376	\$3,853,402	1,570	\$8,096,856
Education	127	\$115,367	78	\$44,198	49	\$71,169
Health Care & Social Assistance	753	\$1,297,609	697	\$802,202	56	\$495,407
Entertainment & Hospitality	990	\$4,566,957	890	\$1,450,692	100	\$3,116,265
Repair & Maintenance	232	\$250,006	200	\$175,291	32	\$74,715
Personal & Other Services	1,683	\$718,540	1,629	\$619,754	54	\$98,787

**Table 2-4**  
**Number of Businesses and Net Income**  
**by Size of Net Profit and Corporate Return Type - 2015**  
**(Dollar Amounts in \$1000)**

Size of Net Profit	ALL		Non-AppORTioned		AppORTioned	
	No. of Entities	Net Income	No. of Entities	Net Income	No. of Entities	Net Income
<b>Total</b>	15,624	\$1,071,514	11,066	(\$82,569)	4,558	\$1,154,084
No Net Profit	10,183	(\$1,477,888)	7,847	(\$789,262)	2,336	(\$688,627)
Under \$25,000	2,822	\$20,596	1,608	\$13,944	1,214	\$6,652
\$25,000 - < \$100,000	1,219	\$64,167	851	\$45,120	368	\$19,048
\$100,000 - < \$500,000	863	\$190,666	528	\$113,602	335	\$77,064
\$500,000 - < \$1 million	227	\$159,948	123	\$85,680	104	\$74,267
\$1 million and over	310	\$2,114,025	109	\$448,346	201	\$1,665,679

Table 2-5

**Number of Businesses, Hawaii Business Receipts, Net Profit, Net Loss,  
and Tax Liability for C Corporations by Industry and Size of Business Receipts - 2015**  
(Dollar Amounts in \$1000)

	No of Entities	Business Receipts	Net Profit		Net Loss		Tax Liability	
			Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	15,624	\$71,381,649	5,441	\$2,549,403	6,892	\$1,477,888	5,373	\$156,964
<b>Industry Groups</b>								
Agriculture & Fishing	225	\$700,891	62	\$17,266	112	\$24,651	62	\$1,061
Mining, Utilities & Construction	1,032	\$8,826,708	401	\$166,020	422	\$130,280	399	\$9,980
Manufacturing	238	\$2,461,270	92	\$52,143	93	\$60,538	92	\$3,110
Wholesale	1,565	\$11,885,784	765	\$316,289	531	\$86,868	757	\$19,143
Retail	1,171	\$14,721,059	420	\$518,548	520	\$86,286	418	\$32,761
Transportation & Warehousing	343	\$3,464,698	130	\$155,633	138	\$50,226	130	\$9,845
Information	408	\$2,271,950	132	\$240,690	206	\$74,372	129	\$15,205
Finance & Insurance	1,061	\$2,100,706	388	\$58,761	438	\$117,800	369	\$3,489
Real Estate & Rental & Leasing	2,850	\$6,049,847	848	\$231,362	1,301	\$309,510	840	\$13,533
Business Services	2,946	\$11,950,258	1,233	\$502,343	1,189	\$329,221	1,216	\$31,177
Education	127	\$115,367	51	\$2,520	63	\$7,895	51	\$144
Health Care & Social Assistance	753	\$1,297,609	216	\$13,529	348	\$18,456	216	\$770
Entertainment & Hospitality	990	\$4,566,957	286	\$239,158	508	\$136,345	286	\$14,788
Repair & Maintenance	232	\$250,006	84	\$3,326	88	\$4,024	84	\$173
Personal & Other Services	1,683	\$718,540	333	\$31,813	935	\$41,416	324	\$1,784
<b>Size of Hawaii Business Receipts</b>								
Under \$1,000	2,898	\$145	499	\$49,193	1,756	\$151,811	460	\$2,383
\$1,000 < \$10,000	947	\$4,596	263	\$9,244	473	\$38,555	247	\$499
\$10,000 < \$50,000	1,731	\$46,897	478	\$12,333	839	\$35,781	475	\$597
\$50,000 < \$100,000	1,075	\$79,042	364	\$11,118	458	\$19,801	364	\$589
\$100,000 < \$500,000	3,364	\$869,673	1,141	\$40,860	1,531	\$169,047	1,136	\$2,104
\$500,000 < \$1 million	1,651	\$1,173,352	639	\$48,491	644	\$98,702	636	\$2,655
\$1 million < \$5 million	2,539	\$5,699,414	1,213	\$223,990	849	\$193,610	1,211	\$13,158
\$5 million < \$10 million	584	\$4,135,663	354	\$149,663	142	\$113,841	354	\$8,941
\$10 million and over	835	\$59,372,866	490	\$2,004,512	200	\$656,740	490	\$126,040

**Table 2-6**

**Additional Sources of Income for Non-AppORTioned C Corporations by Industry - 2015**  
(Dollar Amount in \$1000)

Industry Group	Interest		Gross Rents		Capital Gain Net Income		Gain/Loss from Sale of Business Property *		Dividends *	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	4,943	\$357,003	1,778	\$283,451	843	\$1,042,545	719	\$37,540	770	\$30,167
Agriculture & Fishing	73	\$154	29	\$4,632	17	\$1,177	11	\$268	23	\$169
Mining, Utilities & Construction	371	\$6,460	80	\$12,294	69	\$11,800	103	\$1,484	90	\$2,985
Manufacturing	83	\$335	23	\$4,173	d	\$783	37	\$261	23	\$112
Wholesale	187	\$668	55	\$5,639	37	\$2,102	48	(\$230)	47	\$660
Retail	285	\$1,179	87	\$20,131	55	\$5,988	81	(\$3,172)	79	\$1,295
Transportation & Warehousing	79	\$463	25	\$2,305	11	\$1,144	40	\$3,934	13	\$192
Information	32	\$372	d	\$388	d	\$19,429	d	\$20,127	d	\$3,879
Finance & Insurance	323	\$92,482	63	\$12,611	230	\$734,112	33	\$1,083	69	\$8,155
Real Estate & Rental & Leasing	1,133	\$30,322	564	\$118,383	240	\$223,307	98	\$22,800	175	\$7,722
Business Services	538	\$220,029	99	\$49,122	80	\$31,855	93	(\$105)	118	\$3,832
Education	22	\$72	d	\$278	d	\$3	d	(\$2)	d	\$2
Health Care & Social Assistance	260	\$196	41	\$1,875	21	\$555	57	(\$238)	52	\$98
Entertainment & Hospitality	187	\$1,031	72	\$16,969	26	\$2,581	62	(\$3,076)	22	\$582
Repair & Maintenance	63	\$108	23	\$1,912	d	\$323	d	\$382	13	\$36
Personal & Other Services	1,307	\$3,131	609	\$32,739	32	\$7,386	38	(\$5,977)	38	\$450

\* Data on these categories are not available on 18.7% of returns due to lack of federal return information.

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 2-7**

**Wages Paid and Number of W-2 Forms  
by Industry - 2015  
(Dollar Amount in \$1000)**

	<b>Wages Paid</b>		<b>W-2</b>
	<b>Number</b>	<b>Amount</b>	<b>Count</b>
<b>Total</b>	8,405	\$9,790,924	173,692
Agriculture & Fishing	117	\$143,920	1,866
Mining, Utilities & Construction	744	\$748,748	16,799
Manufacturing	183	\$156,409	5,905
Wholesale	836	\$760,702	11,960
Retail	880	\$1,337,631	40,934
Transportation & Warehousing	252	\$742,800	16,236
Information	179	\$681,612	1,456
Finance & Insurance	306	\$349,109	1,862
Real Estate & Rental & Leasing	640	\$507,167	4,468
Business Services	1,759	\$2,398,353	23,890
Education	72	\$42,259	1,309
Health Care & Social Assistance	657	\$487,660	8,449
Entertainment & Hospitality	730	\$1,219,496	26,398
Repair & Maintenance	170	\$44,967	1,878
Personal & Other Services	880	\$170,092	10,282

**Table 2-8**

**Selected Expenses of Non-Appportioned C Corporations <sup>1</sup>  
by Major Industry - 2015  
(Dollar Amount in \$1000)**

	No. of Entities	Returns and Allowances		Cost of Goods Sold		Officers' Compensation <sup>2</sup>		Repairs <sup>2</sup>	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	10,889	448	\$36,530	4,061	\$9,420,889	3,700	\$734,217	4,715	\$305,675
Agriculture & Fishing	210	10	\$392	95	\$73,550	62	\$8,204	108	\$2,858
Mining, Utilities & Construction	817	14	\$168	694	\$1,628,034	451	\$88,118	403	\$9,429
Manufacturing	223	31	\$4,673	192	\$498,048	114	\$23,681	119	\$3,706
Wholesale	522	67	\$5,335	439	\$1,409,627	279	\$48,554	252	\$7,040
Retail	923	68	\$3,820	819	\$2,562,015	502	\$68,582	553	\$24,518
Transportation & Warehousing	262	12	\$1,317	97	\$424,544	122	\$23,289	125	\$10,257
Information	122	<i>d</i>	\$426	45	\$40,551	32	\$3,236	32	\$228
Finance & Insurance	477	<i>d</i>	\$13	17	\$4,245	79	\$19,094	72	\$6,095
Real Estate & Rental & Leasing	2,485	21	\$8,802	107	\$244,490	305	\$35,483	806	\$36,030
Business Services	1,364	41	\$5,400	408	\$1,847,090	620	\$184,948	513	\$119,019
Education	76	<i>d</i>	\$190	22	\$1,571	19	\$1,802	24	\$450
Health Care & Social Assistance	696	108	\$1,589	95	\$69,891	507	\$167,523	394	\$4,639
Entertainment & Hospitality	889	39	\$4,240	674	\$452,538	382	\$38,468	511	\$15,751
Repair & Maintenance	199	12	\$144	167	\$80,290	114	\$13,249	102	\$1,206
Personal & Other Services	1,624	<i>d</i>	\$23	190	\$84,405	112	\$9,986	701	\$64,450

<sup>1</sup> Excludes returns using separate accounting and returns using apportioned formulas.

<sup>2</sup> Data in these categories excludes approximately 18.7% of returns due to lack of matching federal information.

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.



**Table 2-8 (Continued)**  
**Selected Expenses of Non-Appportioned C Corporations <sup>1</sup>**  
**by Major Industry - 2015**  
**(Dollar Amount in \$1000)**

	Bad Debts <sup>2</sup>		Taxes paid <sup>2</sup>		Interest Expense <sup>2</sup>		Contributions <sup>2</sup>		Depreciation <sup>2</sup>	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	484	\$21,965	7,131	\$847,929	3,530	\$214,277	1,084	\$21,999	5,170	\$573,500
Agriculture & Fishing	d	\$307	143	\$7,795	66	\$2,034	22	\$97	126	\$6,097
Mining, Utilities & Construction	81	\$2,387	633	\$53,243	440	\$7,318	146	\$1,701	534	\$27,287
Manufacturing	30	\$864	161	\$14,227	115	\$3,826	41	\$334	143	\$9,214
Wholesale	60	\$1,234	411	\$35,153	250	\$6,911	88	\$322	324	\$17,365
Retail	67	\$666	746	\$141,362	415	\$8,705	139	\$1,269	625	\$42,186
Transportation & Warehousing	16	\$686	191	\$27,746	117	\$6,333	38	\$301	156	\$29,732
Information	d	\$1,803	76	\$3,519	35	\$975	d	\$50	52	\$1,638
Finance & Insurance	14	\$275	178	\$8,402	84	\$24,770	38	\$105	118	\$7,146
Real Estate & Rental & Leasing	43	\$2,341	1,302	\$65,621	490	\$35,835	140	\$5,007	902	\$47,859
Business Services	60	\$5,036	999	\$345,139	508	\$98,794	184	\$11,548	726	\$301,994
Education	d	\$0	53	\$3,815	21	\$141	d	\$1	41	\$475
Health Care & Social Assistance	d	\$214	580	\$49,762	311	\$3,145	84	\$286	500	\$12,133
Entertainment & Hospitality	20	\$550	638	\$62,785	298	\$7,683	84	\$603	540	\$53,101
Repair & Maintenance	d	\$10	167	\$9,809	79	\$568	33	\$52	127	\$2,268
Personal & Other Services	64	\$5,591	853	\$19,553	301	\$7,239	31	\$324	256	\$15,005

<sup>1</sup> Excludes returns using separate accounting and returns using apportioned formulas.

<sup>2</sup> Data in these categories excludes approximately 18.7% of returns due to lack of matching federal information.

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 2-8 (Continued)**  
**Selected Expenses of Non-AppORTioned C Corporations <sup>1</sup>**  
**by Major Industry - 2015**  
**(Dollar Amount in \$1000)**

	Pensions <sup>2</sup>		Employee Benefits <sup>2</sup>		Rental Expense <sup>2</sup>		Advertising <sup>2</sup>	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	1,298	\$160,829	3,435	\$308,401	4,351	\$515,755	3,209	\$102,723
Agriculture & Fishing	d	\$1,289	71	\$3,873	90	\$4,841	55	\$572
Mining, Utilities & Construction	150	\$11,429	399	\$23,719	464	\$33,473	335	\$3,621
Manufacturing	46	\$3,094	102	\$11,237	142	\$16,806	115	\$6,450
Wholesale	96	\$5,228	246	\$17,768	332	\$39,921	223	\$4,206
Retail	111	\$13,467	468	\$56,343	647	\$135,587	494	\$31,548
Transportation & Warehousing	32	\$2,747	116	\$17,320	134	\$21,684	121	\$4,552
Information	16	\$272	34	\$1,408	46	\$3,101	39	\$809
Finance & Insurance	36	\$1,980	67	\$4,675	72	\$5,376	51	\$1,071
Real Estate & Rental & Leasing	66	\$5,273	265	\$12,118	317	\$28,126	299	\$4,849
Business Services	307	\$88,055	550	\$106,372	642	\$86,247	464	\$10,919
Education	d	\$74	27	\$1,458	38	\$4,033	30	\$1,474
Health Care & Social Assistance	324	\$24,562	448	\$20,545	485	\$33,307	302	\$3,337
Entertainment & Hospitality	41	\$2,111	370	\$18,557	536	\$75,416	410	\$19,590
Repair & Maintenance	25	\$638	104	\$4,535	139	\$11,562	91	\$793
Personal & Other Services	30	\$612	168	\$8,472	267	\$16,275	180	\$8,932

<sup>1</sup> Excludes returns using separate accounting and returns using apportioned formulas.

<sup>2</sup> Data in these categories excludes approximately 18.7% of returns due to lack of matching federal information.

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

## **SECTION 3**

### **FINANCIAL CORPORATIONS**

Banks and other financial institutions taxable under Chapter 241 of the Hawaii Revised Statutes must file Form F-1. In lieu of an income tax, these corporations pay a franchise tax, based on their prior year Hawaii adjusted income.

For tax year 2015, 201 financial corporations filed Form F-1, reporting business receipts of \$2.4 billion and net income of \$336.0 million. Profits of \$390.9 million were realized by 128 entities, while 55 corporations incurred losses totaling \$54.9 million. A franchise tax liability of \$29.6 million resulted from the profitable organizations. Corporations with \$5 million or more business receipts accounted for 95.2% of the total business receipts and 75.2% of the net income, even though they only consist 15.9% of all entities (Table 3-1). Of the 201 financial corporations, 185 filed their returns in Oahu district.

Table 3-2 shows total deduction, wages paid and W-2 count for financial corporations by size of business receipts. Overall, 111 corporations paid \$444.3 million in wages. Corporations with \$5 million or more business receipts paid 74.2% of total wages.



**Section 3**

**Financial Corporations**

**Statistical Tables**

Dollar amounts and percentages are rounded and may not add up to totals.



**Table 3-1**

**Number of Businesses, Hawaii Business Receipts, Net Profit, Net Loss,  
and Tax Liability for Financial Corporations by Size of Business Receipts - 2015  
(Dollar Amounts in \$1,000)**

Size of Hawaii Business Receipts	No. of Entities	Business Receipts	Net Profit		Net Loss		Tax Liability	
			Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	201	\$2,410,816	128	\$390,851	55	\$54,856	128	\$29,613
Under \$50,000	42	\$425	<i>d</i>	\$109,691	22	\$10,564	<i>d</i>	\$8,005
\$50,000 < \$100,000	<i>d</i>	\$577	<i>d</i>	\$24	<i>d</i>	\$15	<i>d</i>	\$2
\$100,000 < \$500,000	53	\$14,690	38	\$2,531	12	\$1,151	38	\$200
\$500,000 < \$1 million	<i>d</i>	\$21,608	21	\$2,169	<i>d</i>	\$9,452	21	\$172
\$1 million < \$5 million	34	\$77,582	24	\$9,064	<i>d</i>	\$19,135	24	\$716
\$5 million and over	32	\$2,295,935	25	\$267,372	<i>d</i>	\$14,539	25	\$20,519

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 3-2**

**Total Deduction, Wages Paid, and W-2 Count for Financial Corporations  
by Size of Business Receipts - 2015  
(Dollar Amounts in \$1,000)**

Size of Hawaii Business Receipts	Total Deduction		Wages Paid		W-2 Count
	Number	Amount	Number	Amount	
<b>Total</b>	192	\$2,450,614	111	\$444,265	776
Under \$50,000	38	\$264,018	<i>d</i>	\$89,253	239
\$50,000 < \$100,000	<i>d</i>	\$569	<i>d</i>	\$168	<i>d</i>
\$100,000 < \$500,000	51	\$12,941	28	\$2,477	<i>d</i>
\$500,000 < \$1 million	<i>d</i>	\$28,872	18	\$3,823	97
\$1 million < \$5 million	33	\$87,290	17	\$18,864	121
\$5 million and over	32	\$2,056,924	26	\$329,679	229

Note: "*d*" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.



## **SECTION 4**

### **PROPRIETORSHIPS**

Sole proprietors are required to file Schedule C and/or Schedule F with their federal individual income tax returns. Schedule F is used to record farm activities, while Schedule C is used for all other businesses. Since single-member limited liability companies (LLCs) are classified as if they were a sole proprietorship, they have to file Schedules C, E and/or F with their individual income tax returns. Their schedules are included in the proprietorship count. Proprietors operating several businesses will often file multiple schedules. For this report, each schedule is treated as a separate entity.

Although not technically recognized as proprietors, some individuals receive rental income from real estate holdings. Federal Schedule E, Part 1, is used to report any revenue or loss derived from such activities. For the purpose of this study, any real estate rental recorded on Schedule E is considered a proprietorship entry, and included herein.

Sole proprietorships accounted for 91.6% of all Hawaii business entities reported here (excluding S corporations and partnerships) in 2015. Of the 172,494 registered proprietorships, 101,119 included Schedules C and F with their federal returns, while 71,375 attached Schedule E. Business receipts from proprietors totaled \$5.9 billion, which comprised 2.2% of all business revenues (excluding S corporations and partnerships) in the state (Table 1-1). Approximately 58.4% of proprietors had revenues under \$25,000, and 14.1%, or 24,282, recorded zero receipts (Table 4-2).

Table 4-1 reveals the dominance of the real estate and rental industry among proprietorships, with 35.0% of all such returns engaged in these activities. This pattern held in all districts, ranging from 27.1% on the island of Hawaii to 37.4% on Oahu. Business services represented the next highest category of filings at 10.1%, followed by personal and other services with 6.0%.

Not surprisingly, real estate and rental proprietors contributed 34.2%, or \$2.0 billion, of total business receipts. The business services accounted for approximately 11.1% of revenues. The construction & utilities and wholesale groups ranked highest in terms of revenues per entity at \$98,519 and \$98,769 separately. The construction & utilities was responsible for 9.6% of total business receipts while wholesale accounted for 3.3% (Table 4-3).

Statewide net income for sole proprietors reached \$1.3 billion, with 57.9% of all entities reporting profits of \$1.7 billion, and 28.2% recording losses of \$398.4 million. The largest source of net income was the real estate and rental industry, adding \$328.2 million, or 25.8% of aggregated net income, followed by the business services sector at \$251.7 million, or 19.8% (Table 4-3).

The difference between business receipts and net income consists of expenses and deductions. Among the proprietorship population, over \$4.6 billion in expenses was claimed, 20.9% of which was \$966.2 million in cost of goods sold. The retail industry accounted for \$256.8 million of this figure, with the cost of goods sold representing 58.0% of its total expenses of \$442.4 million. As a sector, the real estate and rental industry recorded the greatest amount of overall expenses, \$1.7 billion, or 36.3% of the aggregated total deduction. Mortgage interest made up 17.2%, or the largest portion, of these expenses.

In Table 4-5, individual tax returns are examined to compare the contribution of proprietorship revenue to other income sources. On average, 12.1% of individual taxpayers' adjusted gross income (AGI) can be attributed to proprietorship activities. Only for the AGI class between \$5,000 and \$25,000 does proprietorship income represent a major (44.4%) source of funds.

Table 4-6 extends the comparison to industry sectors. As a percentage of AGI, proprietorship contributions range from 1.2% in the agriculture and fishing group to 33.3% in construction and utilities. In general, proprietorship income is not a primary contributor of AGI.

From Table 4-8, it appears that for 48.0% of all sole proprietors, business earnings represented less than 1% of total adjusted gross income (AGI). Only 21.7% reported proprietorship income of at least 50% of AGI. By industry, business revenues comprised at least half of AGI for 43.7% of transportation and warehousing providers and 42.0% of construction and utility operators, compared to only 15.4% of education proprietors.

Table 4-7 shows selected data for rental income reported on schedule E. Total of 71,375 returns reported \$1.6 billion in gross rents received. Returns with business receipts between \$10,000 and \$250,000 accounted for 83.6% of total gross rents.

Individual taxpayers also report their total pass-through income from partnerships and S corporations on schedule E of their federal returns. Total of 22,466 returns reported \$863.0 million net income from partnerships and/or S corporations. Tax returns with \$200,000 and over Hawaii AGI accounted for 73.4% of such net income, or \$633.4 million (Table 4-9).

**Section 4**

**Proprietorships**

**Statistical Tables**

Dollar amounts and percentages are rounded and may not add up to totals.



**Table 4-1**  
**Number of Proprietorships by Taxation District**  
**and by Major Industry - 2015**

Industry	All	Taxation District			
		Oahu	Maui	Hawaii	Kauai
<b>Total</b>	172,494	109,218	24,920	27,495	10,861
Agriculture & Fishing	6,476	1,334	1,069	3,414	659
Mining, Utilities & Construction	5,676	3,093	969	1,151	463
Manufacturing	1,808	975	301	386	146
Wholesale	1,951	1,180	287	355	129
Retail	8,479	5,712	1,022	1,250	495
Transportation & Warehousing	3,232	2,598	271	272	91
Information	898	604	132	127	35
Finance & Insurance	4,081	3,138	357	405	181
Real Estate & Rental & Leasing	60,329	40,871	8,465	7,461	3,532
Business Services	17,436	10,710	2,673	2,795	1,258
Education	1,809	1,248	210	262	89
Health Care & Social Assistance	6,305	4,319	746	916	324
Entertainment & Hospitality	6,658	3,811	1,173	1,171	503
Repair & Maintenance	2,996	1,532	519	656	289
Personal & Other Services	10,309	6,507	1,577	1,483	742
Unclassified	34,051	21,586	5,149	5,391	1,925

**Table 4-2**  
**Number of Proprietorships by Taxation District**  
**and by Size of Business Receipts - 2015**

Size of Business Receipts	All	Taxation District			
		Oahu	Maui	Hawaii	Kauai
<b>Total</b>	172,494	109,218	24,920	27,495	10,861
No Business Receipts	24,282	15,670	3,442	3,642	1,528
\$1 < \$1,000	12,686	7,993	1,583	2,259	851
\$1,000 < \$5,000	26,031	15,538	3,850	4,900	1,743
\$5,000 < \$10,000	19,501	11,450	3,112	3,629	1,310
\$10,000 < \$25,000	42,480	27,579	6,057	6,243	2,601
\$25,000 < \$50,000	24,250	16,188	3,392	3,285	1,385
\$50,000 < \$100,000	12,858	8,259	1,943	1,881	775
\$100,000 < \$250,000	7,077	4,456	1,064	1,093	464
\$250,000 < \$500,000	2,096	1,282	310	357	147
\$500,000 < \$1 million	857	558	102	154	43
\$1 million and over	376	245	65	52	14

**Table 4-3**

**Business Receipts, Other Income, Net Profit, and Net Loss  
by Size of Business Receipts and by Industry - 2015  
(Dollar Amounts in \$1,000)**

Size of Business Receipts and Industry	No. of Entities	Business Receipts	Other Income		Net Profit		Net Loss	
			Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	172,494	\$5,854,444	2,906	\$45,357	99,810	\$1,669,816	48,659	\$398,415
<b>Size of Business Receipts</b>								
No Business Receipts	24,282	(\$19)	1,016	\$25,410	724	\$14,184	7,536	\$55,827
\$1 < \$1,000	12,686	\$6,172	127	\$456	6,478	\$2,479	5,709	\$24,870
\$1,000 < \$5,000	26,031	\$69,016	272	\$1,544	15,181	\$26,088	9,779	\$54,480
\$5,000 < \$10,000	19,501	\$143,900	190	\$1,249	12,341	\$49,839	6,235	\$42,830
\$10,000 < \$25,000	42,480	\$699,985	283	\$1,986	27,916	\$209,997	11,738	\$96,073
\$25,000 < \$50,000	24,250	\$847,701	273	\$3,606	17,665	\$262,110	4,795	\$57,305
\$50,000 < \$100,000	12,858	\$889,981	232	\$4,634	10,366	\$299,967	1,852	\$32,510
\$100,000 < \$250,000	7,077	\$1,065,059	234	\$2,640	6,150	\$361,937	735	\$20,452
\$250,000 < \$500,000	2,096	\$724,181	131	\$1,199	1,886	\$206,134	181	\$6,974
\$500,000 < \$1 million	857	\$575,785	88	\$1,057	763	\$129,856	75	\$5,690
\$1 million and over	376	\$832,683	60	\$1,575	340	\$107,224	24	\$1,403
<b>Industry</b>								
Agriculture & Fishing	6,476	\$152,205	84	\$351	2,952	\$35,625	3,346	\$31,508
Mining, Utilities & Construction	5,676	\$559,195	137	\$1,548	4,428	\$116,684	1,115	\$12,048
Manufacturing	1,808	\$70,418	62	\$479	1,068	\$13,842	654	\$5,287
Wholesale	1,951	\$192,698	72	\$1,624	1,219	\$22,009	658	\$4,414
Retail	8,479	\$478,596	414	\$4,381	4,514	\$60,826	3,707	\$20,218
Transportation & Warehousing	3,232	\$93,164	74	\$748	2,670	\$28,306	531	\$4,227
Information	898	\$20,571	19	\$107	523	\$7,399	342	\$1,922
Finance & Insurance	4,081	\$142,217	102	\$4,155	1,525	\$70,825	594	\$3,151
Real Estate & Rental & Leasing	60,329	\$2,002,504	212	\$6,445	34,038	\$532,743	20,986	\$204,527
Business Services	17,436	\$651,047	511	\$7,701	12,816	\$274,763	4,142	\$23,071
Education	1,809	\$25,628	43	\$750	1,314	\$10,798	430	\$2,152
Health Care & Social Assistance	6,305	\$410,056	240	\$5,028	4,494	\$167,875	1,173	\$8,619
Entertainment & Hospitality	6,658	\$301,385	251	\$3,780	4,061	\$55,826	2,334	\$18,310
Repair & Maintenance	2,996	\$150,720	69	\$209	2,258	\$37,121	671	\$4,124
Personal & Other Services	10,309	\$288,325	278	\$2,894	7,890	\$102,049	2,192	\$11,111
Unclassified	34,051	\$315,713	338	\$5,157	14,040	\$133,125	5,784	\$43,727

Table 4-4

**Selected Business Deductions by Size of Business Receipts and by Industry - 2015**  
**(Dollar Amounts in \$1,000)**

Size of Business Receipts and Industry	Total Deductions <sup>1</sup>		Returns and Allowances		Cost of Goods Sold		Salaries and Wages		Business Use of Home		Mortgage Interest	
	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	146,823	\$4,628,324	1,811	\$11,971	16,360	\$966,218	3,003	\$195,584	14,065	\$51,867	30,043	\$300,134
<b>Size of Business Receipts</b>												
No Business Receipts	8,318	\$67,035	29	\$189	335	\$3,102	75	\$1,089	376	\$1,502	494	\$2,971
Under \$1,000	9,523	\$29,019	117	\$254	1,093	\$1,093	55	\$74	322	\$425	173	\$559
\$1,000 < \$5,000	22,341	\$98,953	183	\$122	2,254	\$4,379	112	\$177	1,283	\$1,748	1,380	\$5,302
\$5,000 < \$10,000	18,144	\$138,139	145	\$172	1,409	\$4,994	61	\$205	1,300	\$2,445	3,016	\$13,644
\$10,000 < \$25,000	41,304	\$588,047	290	\$798	2,583	\$15,979	158	\$927	2,903	\$7,596	12,701	\$87,089
\$25,000 < \$50,000	24,028	\$646,503	290	\$966	2,529	\$29,337	211	\$1,711	3,092	\$12,257	7,202	\$79,698
\$50,000 < \$100,000	12,791	\$627,083	310	\$1,354	2,282	\$57,496	291	\$4,336	2,530	\$12,455	3,212	\$53,155
\$100,000 < \$250,000	7,049	\$726,214	257	\$2,198	2,174	\$138,671	749	\$24,762	1,597	\$8,861	1,396	\$34,770
\$250,000 < \$500,000	2,094	\$526,220	114	\$2,399	983	\$157,806	666	\$44,746	461	\$3,144	306	\$10,838
\$500,000 < \$1 million	855	\$452,676	54	\$975	475	\$164,253	409	\$49,868	145	\$1,021	116	\$6,933
\$1 million and over	376	\$728,437	22	\$2,544	243	\$389,109	216	\$67,688	56	\$413	47	\$5,175
<b>Industry</b>												
Agriculture & Fishing	6,150	\$148,439	17	\$94	188	\$3,968	376	\$3,344	118	\$384	283	\$2,074
Mining, Utilities & Construction	5,407	\$456,107	53	\$485	2,142	\$236,233	363	\$28,455	1,054	\$3,960	75	\$499
Manufacturing	1,732	\$62,342	78	\$457	867	\$26,719	61	\$2,821	339	\$1,155	34	\$90
Wholesale	1,864	\$176,727	84	\$2,672	958	\$115,648	53	\$2,428	327	\$1,141	27	\$115
Retail	8,071	\$442,369	341	\$776	4,188	\$256,760	333	\$19,131	875	\$2,543	51	\$339
Transportation & Warehousing	3,123	\$69,833	27	\$75	113	\$5,169	45	\$2,731	151	\$473	21	\$66
Information	809	\$15,200	19	\$73	107	\$2,811	11	\$763	164	\$561	d	\$16
Finance & Insurance	2,020	\$78,698	31	\$650	41	\$12,237	111	\$8,347	286	\$961	29	\$163
Real Estate & Rental & Leasing	58,406	\$1,680,733	91	\$1,477	191	\$13,565	67	\$6,267	1,231	\$4,478	28,376	\$288,709
Business Services	16,372	\$407,056	226	\$903	1,664	\$79,008	422	\$37,390	3,589	\$11,556	136	\$772
Education	1,547	\$17,733	36	\$39	82	\$1,247	31	\$849	265	\$818	d	\$26
Health Care & Social Assistance	6,001	\$255,828	174	\$1,016	459	\$15,771	374	\$31,560	1,309	\$8,847	248	\$2,099
Entertainment & Hospitality	6,205	\$267,649	157	\$960	1,469	\$85,745	320	\$26,254	982	\$3,414	119	\$1,207
Repair & Maintenance	2,829	\$117,932	51	\$208	897	\$43,983	98	\$8,591	470	\$1,738	45	\$415
Personal & Other Services	9,701	\$200,281	128	\$900	1,473	\$27,159	205	\$10,291	1,210	\$4,238	74	\$459
Unclassified	16,586	\$231,397	298	\$1,187	1,521	\$40,194	133	\$6,364	1,695	\$5,600	513	\$3,085

<sup>1</sup> Includes cost of goods sold.

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.



**Table 4-5**

**Proprietorship Net Income Compared to Other Income Sources on Proprietors'  
Personal Tax Returns by Size of Hawaii Adjusted Gross Income - 2015  
(Dollar Amounts in \$1,000)**

Size of Adjusted Gross Income (AGI)	Return Count	Adjusted Gross Income <sup>1</sup>	Proprietorship Net Income		Proprietors' Wages Earned <sup>1</sup>		Other Income Sources <sup>1</sup>	
			Amount	% of AGI	Amount	% of AGI	Amount	% of AGI
<b>Total</b>	139,768	\$10,514,214	\$1,271,401	12.1%	\$6,936,655	66.0%	(\$189,951)	n.m.
Under \$5,000	15,688	(\$270,398)	(\$44,159)	n.m.	\$40,710	n.m.	(\$227,743)	n.m.
\$5,000 < \$10,000	9,113	\$68,767	\$38,720	56.3%	\$21,818	31.7%	(\$1,066)	n.m.
\$10,000 < \$25,000	22,563	\$380,656	\$160,907	42.3%	\$160,729	42.2%	\$814	0.2%
\$25,000 < \$50,000	26,243	\$967,890	\$184,494	19.1%	\$632,308	65.3%	\$4,129	0.4%
\$50,000 < \$75,000	18,757	\$1,157,514	\$147,839	12.8%	\$850,729	73.5%	\$2,267	0.2%
\$75,000 < \$100,000	14,045	\$1,220,985	\$113,911	9.3%	\$946,851	77.5%	\$4,423	0.4%
\$100,000 < \$150,000	16,722	\$2,036,143	\$178,503	8.8%	\$1,572,477	77.2%	\$5,210	0.3%
\$150,000 < \$200,000	7,579	\$1,300,824	\$124,808	9.6%	\$954,454	73.4%	\$2,779	0.2%
\$200,000 and over	9,058	\$3,651,833	\$366,377	10.0%	\$1,756,577	48.1%	\$19,236	0.5%

<sup>1</sup> This table evaluates relationships of income item by taxpayer return. Therefore, AGI, wages earned, and "other income" are counted only once.  
n.m. = not meaningful.

**Table 4-6**

**Proprietorship Net Income Compared to Other Income Sources on Proprietors'  
Personal Tax Returns by Industry - 2015  
(Dollar Amounts in \$1,000)**

Industry	Entity Count	Adjusted Gross Income <sup>1</sup>	Proprietorship Net Income		Proprietors' Wages Earned <sup>1</sup>		Other Income Sources <sup>1</sup>	
			Amount	% of AGI	Amount	% of AGI	Amount	% of AGI
<b>Total</b>	172,494	\$13,546,245	\$1,271,401	9.4%	\$8,604,466	63.5%	(\$328,564)	n.m.
Agriculture & Fishing	6,476	\$356,713	\$4,117	1.2%	\$233,617	65.5%	(\$15,726)	n.m.
Mining, Utilities & Construction	5,676	\$314,391	\$104,636	33.3%	\$182,607	58.1%	(\$32,165)	n.m.
Manufacturing	1,808	\$98,612	\$8,555	8.7%	\$68,822	69.8%	(\$3,434)	n.m.
Wholesale	1,951	\$124,989	\$17,595	14.1%	\$80,132	64.1%	(\$2,086)	n.m.
Retail	8,479	\$508,753	\$40,608	8.0%	\$406,284	79.9%	(\$33,005)	n.m.
Transportation & Warehousing	3,232	\$106,179	\$24,079	22.7%	\$71,202	67.1%	(\$4,316)	n.m.
Information	898	\$55,713	\$5,477	9.8%	\$42,106	75.6%	(\$1,771)	n.m.
Finance & Insurance	4,081	\$393,468	\$67,674	17.2%	\$180,216	45.8%	(\$4,859)	n.m.
Real Estate & Rental & Leasing	60,329	\$5,660,216	\$328,216	5.8%	\$3,525,017	62.3%	(\$134,218)	n.m.
Business Services	17,436	\$1,386,262	\$251,692	18.2%	\$879,624	63.5%	(\$10,003)	n.m.
Education	1,809	\$125,633	\$8,646	6.9%	\$97,855	77.9%	(\$1,279)	n.m.
Health Care & Social Assistance	6,305	\$542,029	\$159,256	29.4%	\$323,881	59.8%	(\$2,711)	n.m.
Entertainment & Hospitality	6,658	\$400,438	\$37,516	9.4%	\$269,542	67.3%	(\$8,871)	n.m.
Repair & Maintenance	2,996	\$142,564	\$32,997	23.1%	\$94,305	66.1%	(\$686)	n.m.
Personal & Other Services	10,309	\$490,688	\$90,938	18.5%	\$333,559	68.0%	(\$9,493)	n.m.
Unclassified	34,051	\$2,839,599	\$89,398	3.1%	\$1,815,697	63.9%	(\$63,940)	n.m.

<sup>1</sup> Each proprietorship entity was evaluated separately. For returns with more than one proprietorship entity, AGI, wages earned, and other income sources are included for proprietorship entity and thus counted more than once.  
n.m. = not meaningful.

**Table 4-7**

**Selected Data for Rentals Reported on Schedule E  
by Gross Receipts, Aggregated by Return - 2015  
(Dollar Amounts in \$1,000)**

Size of Gross Receipts	Returns with Rentals	Gross Rents		Gross Royalties		Depreciation		Mortgage Interest		Total Expenses	
		Number	Amount	Number	Amount	Number	Amount	Number	Amount	Number	Amount
<b>Total</b>	71,375	52,067	\$1,636,282	3,330	\$31,751	45,762	\$398,175	28,644	\$289,450	54,163	\$1,531,247
No Business Receipts	16,797	0	\$0	0	\$0	895	\$3,882	413	\$2,255	1,325	\$12,069
\$1 < \$1,000	2,097	487	\$300	1,590	\$302	390	\$1,223	139	\$362	1,047	\$2,427
\$1,000 < \$5,000	3,822	3,400	\$10,482	437	\$887	2,282	\$8,302	1,279	\$4,710	3,456	\$24,319
\$5,000 < \$10,000	6,672	6,536	\$50,453	214	\$871	5,042	\$18,446	2,939	\$13,361	6,528	\$65,741
\$10,000 < \$25,000	23,158	23,012	\$382,881	425	\$1,976	19,671	\$107,724	12,520	\$86,148	23,026	\$384,610
\$25,000 < \$50,000	11,647	11,562	\$398,597	325	\$2,762	10,688	\$101,855	6,967	\$78,315	11,615	\$365,383
\$50,000 < \$100,000	4,872	4,822	\$325,880	207	\$3,685	4,619	\$76,372	2,938	\$50,984	4,860	\$283,454
\$100,000 < \$250,000	1,856	1,822	\$260,439	96	\$4,431	1,752	\$49,411	1,164	\$32,479	1,853	\$208,832
\$250,000 < \$500,000	323	307	\$100,861	24	\$4,026	304	\$15,523	203	\$9,970	322	\$78,661
\$500,000 < \$1 million	92	87	\$56,420	d	\$1,745	86	\$6,813	62	\$6,082	92	\$43,944
\$1 million and over	39	32	\$49,967	d	\$11,065	33	\$8,623	20	\$4,783	39	\$61,808

Note: "d" denotes that the data were suppressed to avoid potential disclosure of confidential taxpayer information.

**Table 4-8**  
**Proprietorship Net Income As a Percent of**  
**Adjusted Gross Income by Major Industry - 2015**

Industry	Total	Under					
		1%	1<10%	10<25%	25<50%	50<100%	100%
<b>All Industries</b>	172,494	82,738	24,031	15,790	12,551	15,816	21,568
Agriculture & Fishing	6,476	3,420	599	425	400	539	1,093
Mining, Utilities & Construction	5,676	1,511	593	548	641	915	1,468
Manufacturing	1,808	823	220	158	148	148	311
Wholesale	1,951	855	218	179	148	199	352
Retail	8,479	4,859	961	499	454	596	1,110
Transportation & Warehousing	3,232	733	392	324	371	396	1,016
Information	898	452	124	73	60	70	119
Finance & Insurance	4,081	2,742	302	187	213	311	326
Real Estate & Rental & Leasing	60,329	29,062	9,612	6,397	4,633	6,231	4,394
Business Services	17,436	6,132	3,015	2,033	1,548	1,888	2,820
Education	1,809	762	443	199	127	111	167
Health Care & Social Assistance	6,305	2,149	778	689	612	813	1,264
Entertainment & Hospitality	6,658	3,054	933	575	488	566	1,042
Repair & Maintenance	2,996	891	418	305	283	355	744
Personal & Other Services	10,309	3,056	1,445	1,086	998	1,184	2,540
Unclassified	34,051	22,237	3,978	2,113	1,427	1,494	2,802
<b>Percent</b>	100.0%	48.0%	13.9%	9.2%	7.3%	9.2%	12.5%
Agriculture & Fishing	100.0%	52.8%	9.2%	6.6%	6.2%	8.3%	16.9%
Mining, Utilities & Construction	100.0%	26.6%	10.4%	9.7%	11.3%	16.1%	25.9%
Manufacturing	100.0%	45.5%	12.2%	8.7%	8.2%	8.2%	17.2%
Wholesale	100.0%	43.8%	11.2%	9.2%	7.6%	10.2%	18.0%
Retail	100.0%	57.3%	11.3%	5.9%	5.4%	7.0%	13.1%
Transportation & Warehousing	100.0%	22.7%	12.1%	10.0%	11.5%	12.3%	31.4%
Information	100.0%	50.3%	13.8%	8.1%	6.7%	7.8%	13.3%
Finance & Insurance	100.0%	67.2%	7.4%	4.6%	5.2%	7.6%	8.0%
Real Estate & Rental & Leasing	100.0%	48.2%	15.9%	10.6%	7.7%	10.3%	7.3%
Business Services	100.0%	35.2%	17.3%	11.7%	8.9%	10.8%	16.2%
Education	100.0%	42.1%	24.5%	11.0%	7.0%	6.1%	9.2%
Health Care & Social Assistance	100.0%	34.1%	12.3%	10.9%	9.7%	12.9%	20.0%
Entertainment & Hospitality	100.0%	45.9%	14.0%	8.6%	7.3%	8.5%	15.7%
Repair & Maintenance	100.0%	29.7%	14.0%	10.2%	9.4%	11.8%	24.8%
Personal & Other Services	100.0%	29.6%	14.0%	10.5%	9.7%	11.5%	24.6%
Unclassified	100.0%	65.3%	11.7%	6.2%	4.2%	4.4%	8.2%

**Table 4-9**  
**Net Profit or Loss from Partnerships and S Corporations on**  
**Schedule E by Size of Hawaii Adjusted Gross Income - 2015**  
**(Dollar Amounts in \$1,000)**

	Number of Returns	Net Profit		Net Loss	
		Number	Amount	Number	Amount
<b>Total</b>	22,466	14,830	\$952,880	7,232	\$89,850
Under \$5,000	1,795	617	\$10,546	1,138	\$27,106
\$5,000 < \$10,000	667	393	\$2,033	265	\$1,833
\$10,000 < \$25,000	2,172	1,315	\$11,832	807	\$5,755
\$25,000 < \$50,000	3,321	2,105	\$31,645	1,136	\$9,255
\$50,000 < \$75,000	2,779	1,852	\$38,611	883	\$6,730
\$75,000 < \$100,000	2,323	1,588	\$43,107	699	\$6,208
\$100,000 < \$150,000	3,333	2,327	\$87,760	939	\$8,041
\$150,000 < \$200,000	1,937	1,408	\$73,883	505	\$4,870
\$200,000 and over	4,139	3,225	\$653,463	860	\$20,053